

**ZIMMER BIOMET HOLDINGS, INC.**  
**Reconciliation of Operating Profit & Margin to Adjusted Operating Profit & Margin**  
**For the Three Months Ended March 31, 2017**  
(in millions, unaudited)

	<u>Three Months Ended</u> <u>March 31, 2017</u>
Operating profit	\$ 350.4
Inventory step-up and other inventory and manufacturing related charges	23.2
Intangible asset amortization	152.0
Special items	<u>110.1</u>
Adjusted operating profit	<u>\$ 635.7</u>
Operating profit margin	17.7 %
Inventory step-up and other inventory and manufacturing related charges	1.1
Intangible asset amortization	7.7
Special items	<u>5.6</u>
Adjusted operating profit margin	<u>32.1 %</u>

**ZIMMER BIOMET HOLDINGS, INC.**  
**Reconciliation of Operating Profit (Loss) & Margin to Adjusted Operating Profit (Loss) & Margin**  
**For the Quarterly and Year-to-Date Periods in Calendar Year Ending December 31, 2016**  
(in millions, unaudited)

	<u>Three Months Ended</u> <u>March 31, 2016</u>	<u>Three Months Ended</u> <u>June 30, 2016</u>	<u>Three Months Ended</u> <u>September 30, 2016</u>	<u>Three Months Ended</u> <u>December 31, 2016</u>	<u>Year Ended</u> <u>December 31, 2016</u>
Operating profit (loss)	\$ 245.5	\$ 201.6	\$ 195.5	\$ 183.3	\$ 825.9
Inventory step-up and other inventory and manufacturing related charges	178.3	156.6	22.8	111.4	469.1
Intangible asset amortization	126.6	133.8	164.3	141.2	565.9
Special items	<u>88.7</u>	<u>137.9</u>	<u>170.4</u>	<u>214.8</u>	<u>611.8</u>
Adjusted operating profit	<u>\$ 639.1</u>	<u>\$ 629.9</u>	<u>\$ 553.0</u>	<u>\$ 650.7</u>	<u>\$ 2,472.7</u>
Operating profit (loss) margin	12.9 %	10.4 %	10.7 %	9.1 %	10.7 %
Inventory step-up and other inventory and manufacturing related charges	9.4	8.1	1.2	5.5	6.1
Intangible asset amortization	6.6	6.9	9.0	7.0	7.4
Special items	<u>4.7</u>	<u>7.2</u>	<u>9.3</u>	<u>10.7</u>	<u>8.0</u>
Adjusted operating profit margin	<u>33.6 %</u>	<u>32.6 %</u>	<u>30.2 %</u>	<u>32.3 %</u>	<u>32.2 %</u>