

STARBUCKS CORPORATION
RECONCILIATION OF SELECTED GAAP MEASURES TO NON-GAAP MEASURES
(unaudited)

(\$ in millions)

	Quarter Ended		Change
	Mar 31, 2019	Apr 1, 2018	
Consolidated			
Operating income, as reported (GAAP)	\$ 857.7	\$ 772.5	11.0%
Restructuring, impairment and optimization costs ⁽¹⁾	45.1	135.2	
CAP transaction and integration-related items ⁽²⁾	68.2	66.9	
2018 U.S. stock award ⁽³⁾	23.8	—	
Nestlé transaction-related costs	4.3	—	
Sale of certain retail operations transaction costs	—	1.6	
Sale of Tazo brand	—	0.9	
Non-GAAP operating income	\$ 999.1	\$ 977.1	2.3%
Operating margin, as reported (GAAP)	13.6%	12.8%	80 bps
Restructuring, impairment and optimization costs ⁽¹⁾	0.7	2.2	
CAP transaction and integration-related items ⁽²⁾	1.1	1.1	
2018 U.S. stock award ⁽³⁾	0.4	—	
Nestlé transaction-related costs	0.1	—	
Sale of certain retail operations transaction costs	—	—	
Sale of Tazo brand	—	—	
Non-GAAP operating margin	15.8%	16.2%	(40) bps
Diluted net earnings per share, as reported (GAAP)	\$ 0.53	\$ 0.47	12.8%
East China acquisition-related gain	—	(0.03)	
Sale of Taiwan joint venture operations	—	—	
Sale of Tazo brand	—	—	
Gain on sale of certain retail operations	(0.02)	—	
Restructuring, impairment and optimization costs ⁽¹⁾	0.04	0.10	
CAP transaction and integration-related items ⁽²⁾	0.05	0.05	
2018 U.S. stock award ⁽³⁾	0.02	—	
Nestlé transaction related costs	—	—	
Other tax matters ⁽⁴⁾	—	0.02	
Income tax effect on Non-GAAP adjustments ⁽⁵⁾	(0.02)	(0.08)	
Non-GAAP EPS	\$ 0.60	\$ 0.53	13.2%