

Aceto Corporation
Adjusted EBITDA (Non-GAAP Reconciliation)
(in thousands)

	(unaudited) Year Ended June 30, 2014	(unaudited) Year Ended June 30, 2013	(unaudited) Year Ended June 30, 2012	(unaudited) Year Ended June 30, 2011	(unaudited) Year Ended June 30, 2010
Operating income, as reported	\$44,272	\$34,416	\$25,366	\$16,550	\$9,438
Adjustments:					
Depreciation and amortization	8,091	6,944	6,942	5,502	2,796
Interest and other income, net	2,502	2,256	2,001	1,982	995
Transaction costs related to acquisitions	1,874	-	-	1,060	-
Step-up of inventory	209	-	-	200	-
Inventory rationalization	-	-	-	-	859
Earn out costs	-	3,244	761	-	-
Separation and relocation costs	339	-	884	-	2,587
SG&A rationalization	-	-	-	-	1,215
Extinguishment of debt	138	-	-	-	-
Adjusted EBITDA (Non-GAAP)	<u>\$57,425</u>	<u>\$46,860</u>	<u>\$35,954</u>	<u>\$25,294</u>	<u>\$17,890</u>

NOTE: Items identified in the above table are not in accordance with, or an alternative method for, generally accepted accounting principles (GAAP) in the United States. These items should not be reviewed in isolation or considered substitutes of the Company's financial results as reported in accordance with GAAP. Due to the nature of these items, it is important to identify these items and to review them in conjunction with the Company's financial results reported in accordance with GAAP. The exclusion of these items also allows investors to compare results of operations in the current period to prior period's results based on the Company's fundamental business performance and analyze the operating trends of the business. The exclusion of these items also allows management to evaluate performance of its business units.