

EVERCORE

Corporate Presentation

March 2018

This presentation contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934, which reflect our current views with respect to, among other things, our operations and financial performance. In some cases, you can identify these forward-looking statements by the use of words such as “outlook”, “backlog” “believes”, “expects”, “potential”, “probable”, “continues”, “may”, “will”, “should”, “seeks”, “approximately”, “predicts”, “intends”, “plans”, “estimates”, “anticipates” or the negative version of these words or other comparable words. All statements other than statements of historical fact included in this presentation are forward-looking statements and are based on various underlying assumptions and expectations and are subject to known and unknown risks, uncertainties and assumptions, and may include projections of our future financial performance based on our growth strategies and anticipated trends in our business. Such forward-looking statements are subject to various risks and uncertainties. Accordingly, there are or will be important factors that could cause actual outcomes or results to differ materially from those indicated in these statements. We believe these factors include, but are not limited to, those described under “Risk Factors” discussed in our Annual Report on Form 10-K for the year ended December 31, 2016 and subsequent Quarterly Reports on Form 10-Q and current reports filed under Form 8-K. These factors should not be construed as exhaustive and should be read in conjunction with the other cautionary statements that are included in this discussion. In addition, new risks and uncertainties emerge from time to time, and it is not possible for us to predict all risks and uncertainties, nor can we assess the impact of all factors on our business or the extent to which any factor, or combination of factors, may cause actual results to differ materially from those contained in any forward-looking statements. Accordingly, you should not rely upon forward-looking statements as a prediction of actual results and we do not assume any responsibility for the accuracy or completeness of any of these forward-looking statements. We undertake no obligation to publicly update or review any forward-looking statement, whether as a result of new information, future developments or otherwise.

Throughout this presentation certain information is presented on an Adjusted basis, which is a non-GAAP measure. Adjusted results begin with information prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”), and then those results are adjusted to exclude certain items and reflect the conversion of vested and unvested Evercore LP Units and Interests into Class A shares. Evercore believes that the disclosed Adjusted measures and any adjustments thereto, when presented in conjunction with comparable U.S. GAAP measures, are useful to investors to compare Evercore’s results across several periods and facilitate an understanding of Evercore’s operating results. Evercore uses these measures to evaluate its operating performance, as well as the performance of individual employees. These measures should not be considered a substitute for, or superior to, measures of financial performance prepared in accordance with U.S. GAAP.

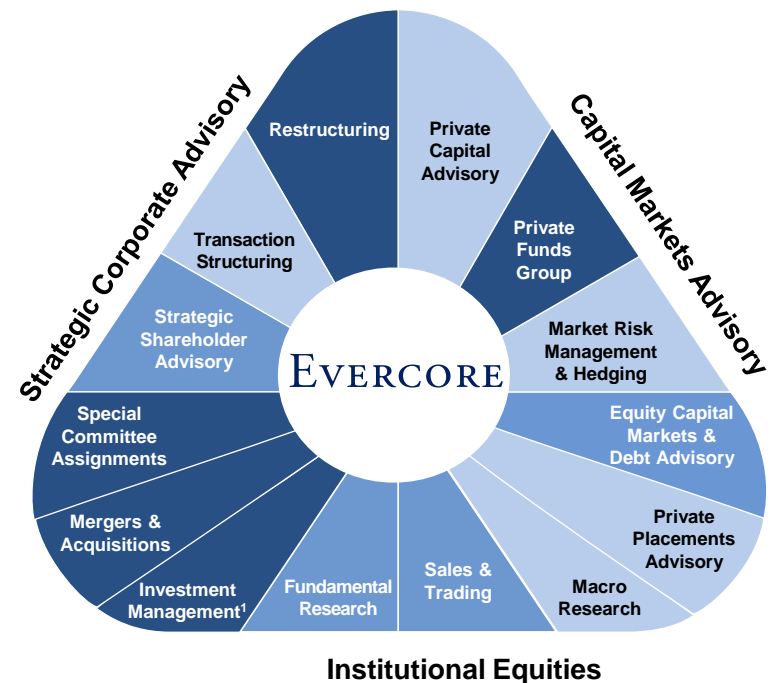
Please note this presentation is available at www.evercore.com.

EVERCORE

Our Goal

Become the most elite and most respected independent investment bank, both in quality and scale, delivering diversified and differentiated capabilities to help clients meet their strategic objectives

Differentiated Platform Serves Our Clients, Attracts Talent and Supports Growth and Productivity



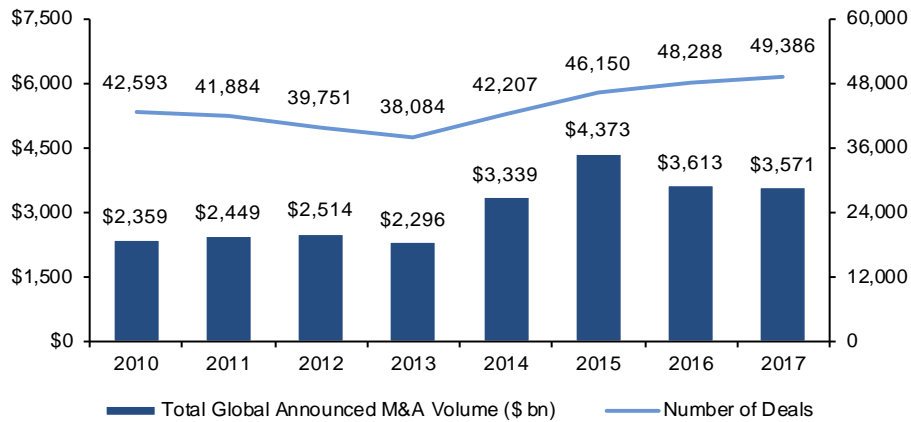
- Added in last 5 years
- Significantly expanded in last 5 years
- Foundational capabilities

1. Investment Management is a separate reportable segment

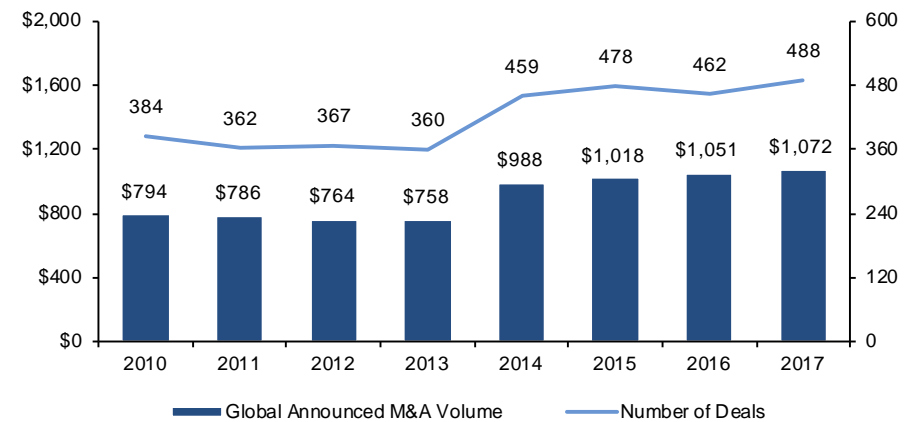
Current Market Environment

M&A market conditions are supportive and CEO confidence continues to be positive. Steady economic growth and evolving business models drive strategic action, and financing conditions remain accommodating

Global Announced M&A



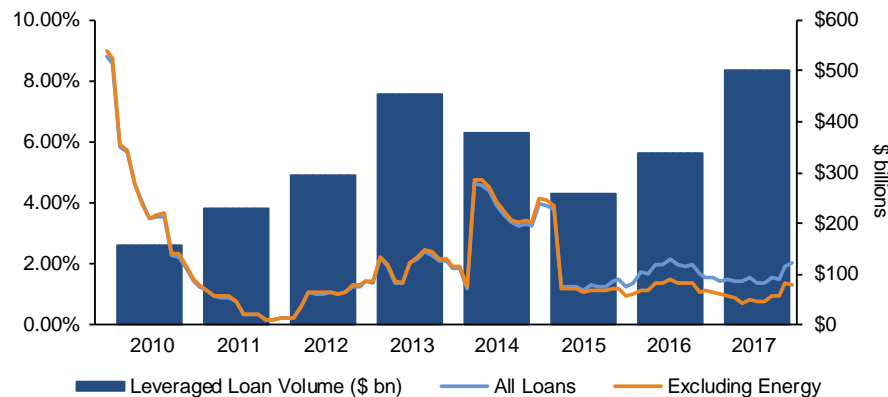
Global Announced M&A \$1 bn - \$5 bn



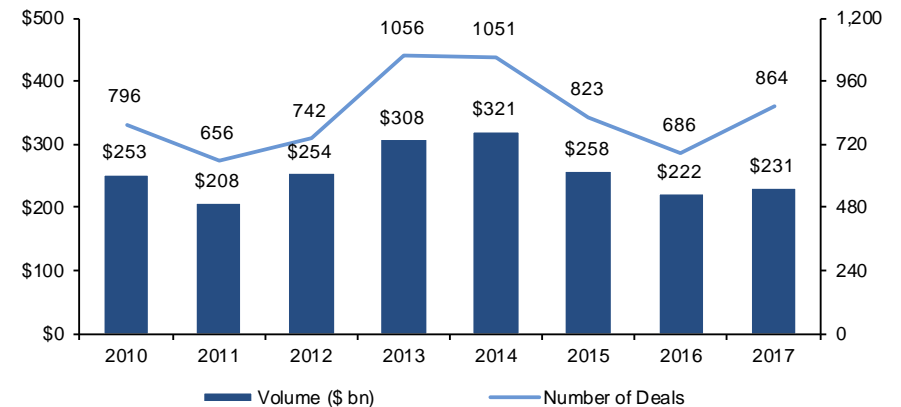
Record leveraged finance market is offsetting record low default rates to sustain a broad base of restructuring activity

Equity capital markets activity in the U.S. improved in 2017, with healthy volumes in TMT, Healthcare, Energy and Real Estate

Lagging 12-mo U.S. Leveraged Loan Default Rate



U.S. ECM Activity

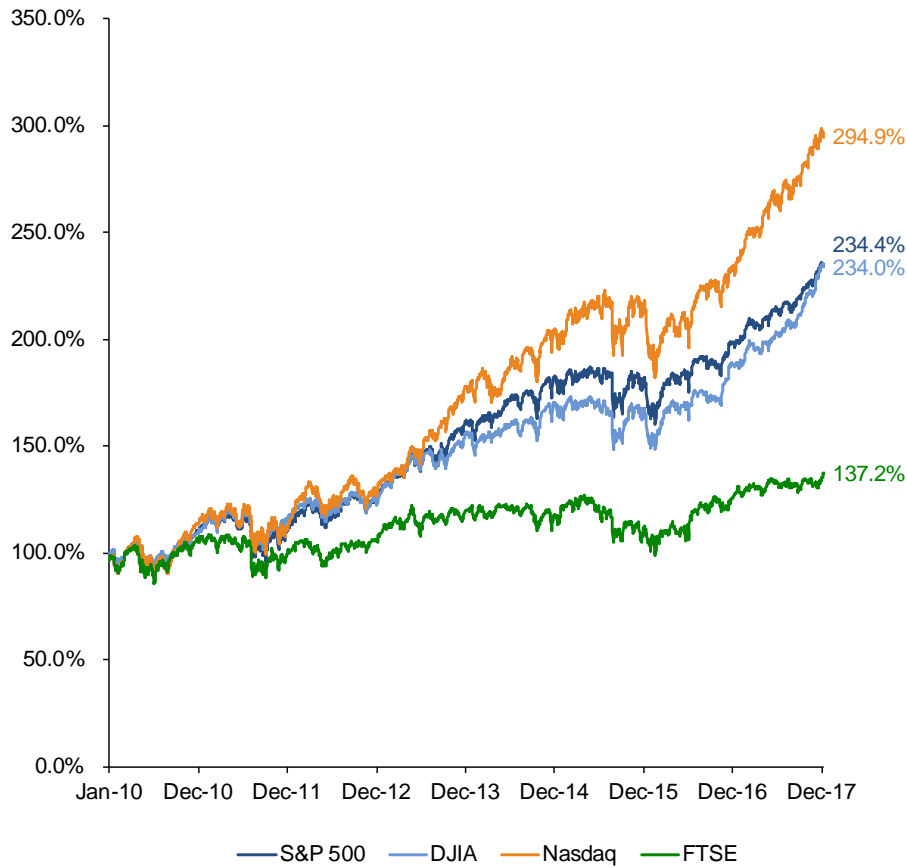


Sources: Standard & Poor's LCD, Thomson Reuters

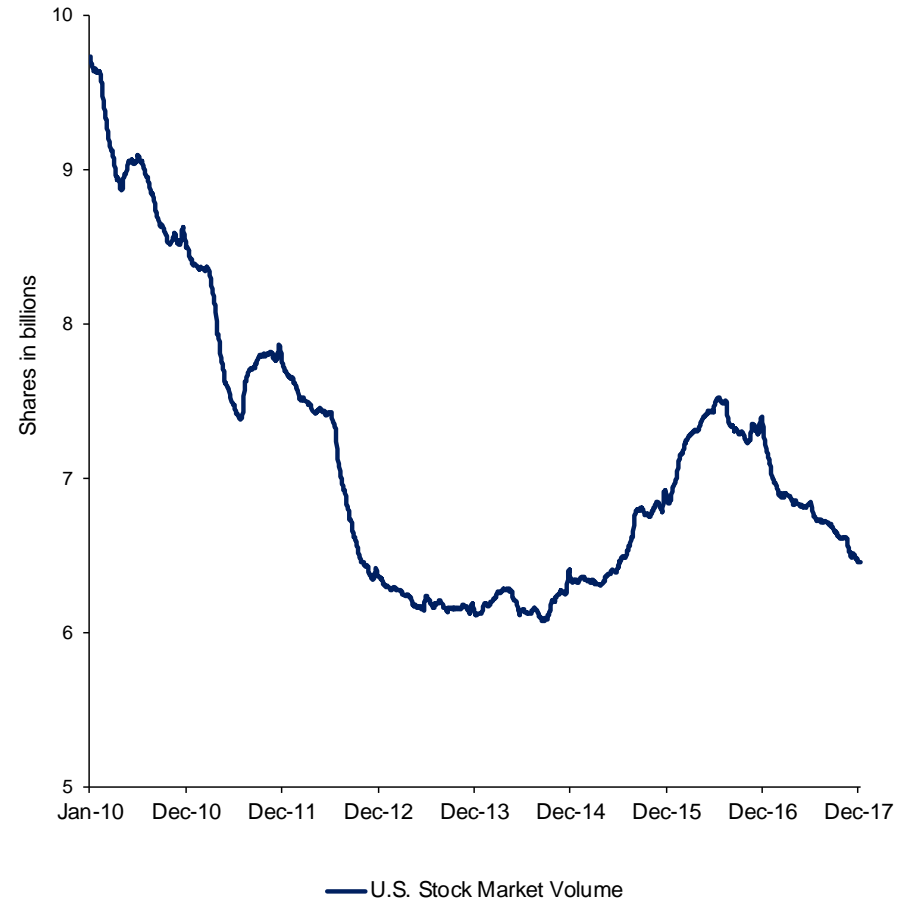
Current Market Environment (Contd.)

The overall Equities environment continues to be positive although the volume traded is facing headwinds

Growing Equity Indices



U.S. Equities Traded Volume¹



Source: FactSet, Bloomberg

1. U.S. Stock Market Volume; trailing 12 month average from January 1, 2010 through December 29, 2017

Investment Banking – M&A / Restructuring and Capital Markets

Positioned for Sustained Growth

EVERCORE

Becoming the Most Elite and Most Respected Independent Investment Bank

Quality Differentiation

- *Provide highest quality, differentiated and objective advice*
- *Exceptional execution expertise*
- *Build long-lasting client relationships*
- *Disciplined investment in outstanding talent*

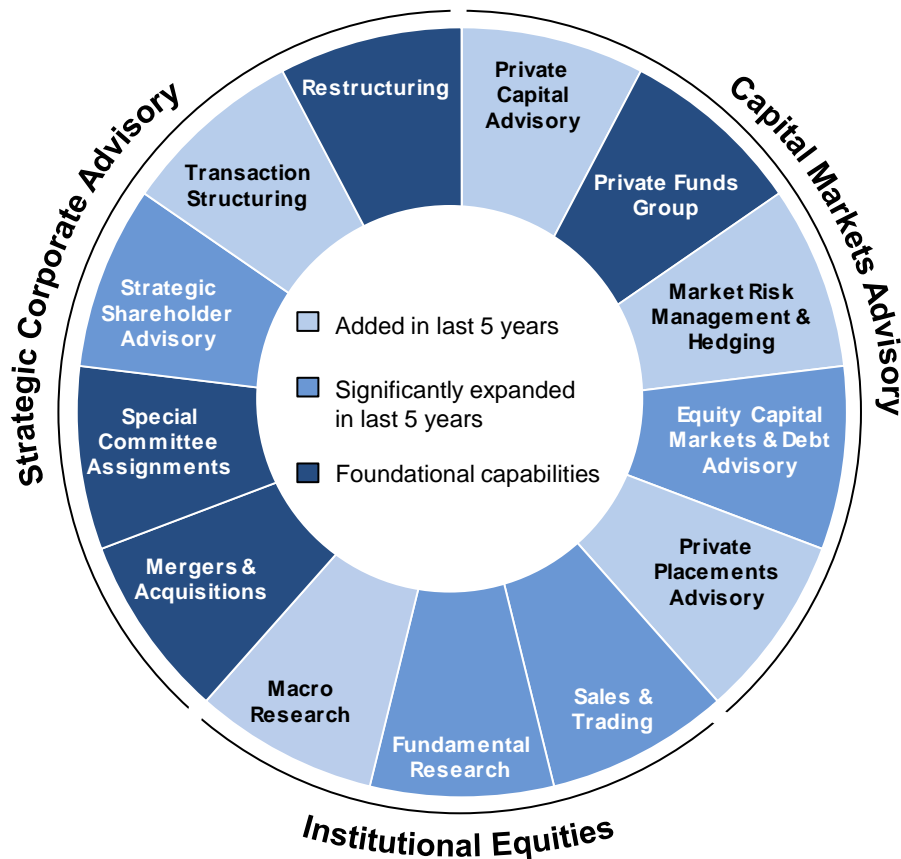
Scale Differentiation

- *Expand capabilities to meet client needs*
- *Broaden geographic footprint*

Disciplined Investment in Diverse Capabilities Position Evercore For Growth

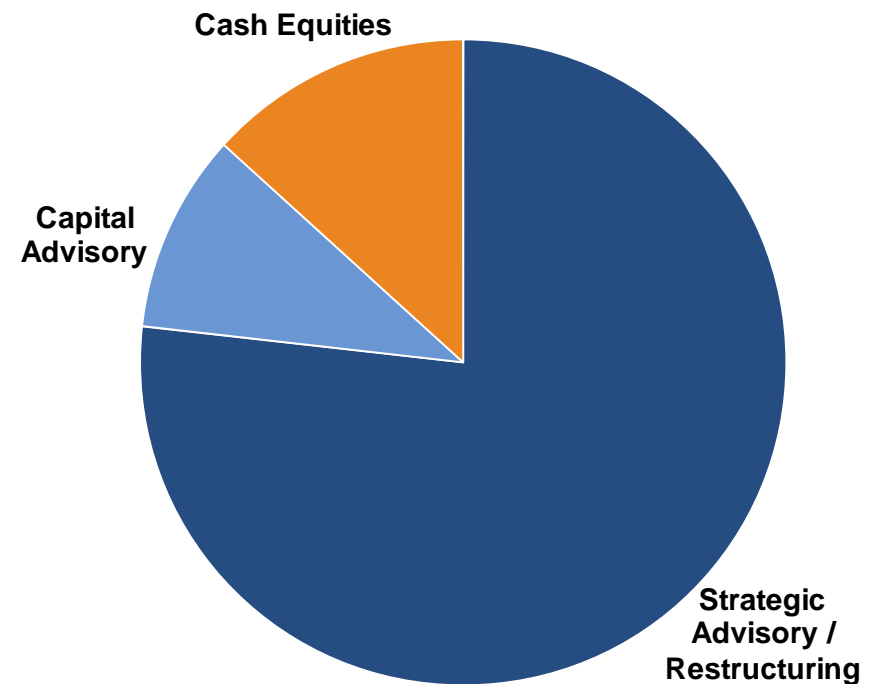
Evercore's integrated investment banking capabilities support the broadening of our revenue base

Integrated Independent Investment Banking Capabilities



FY 2017 Investment Banking Revenue Mix

Adjusted Revenues: \$1.547 billion



Broadening Our Reach to Best Serve Marquee and Emerging Growth Clients

M&A Advisory



Restructuring¹



Capital Advisory



Strategic Shareholder Advisory



1. Includes creditor-side assignments

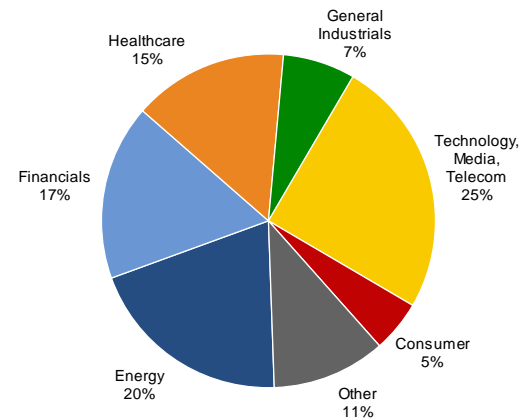
Differentiated and Growing Industry and Technical Expertise

Our disciplined investments in sector capabilities position us for continued growth

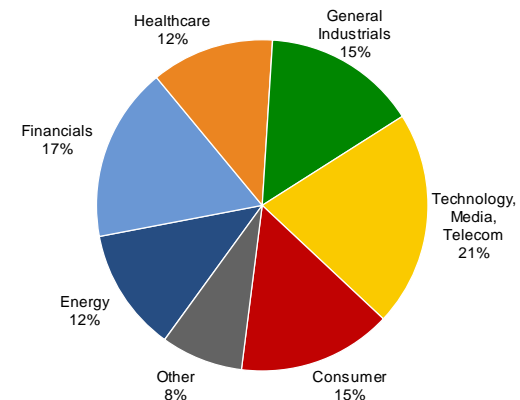
Diversification of Revenue Streams



Evercore Global Advisory Fees By Sector Last Three Years¹



Industry Global Advisory Fees By Sector Last Three Years^{1,2}

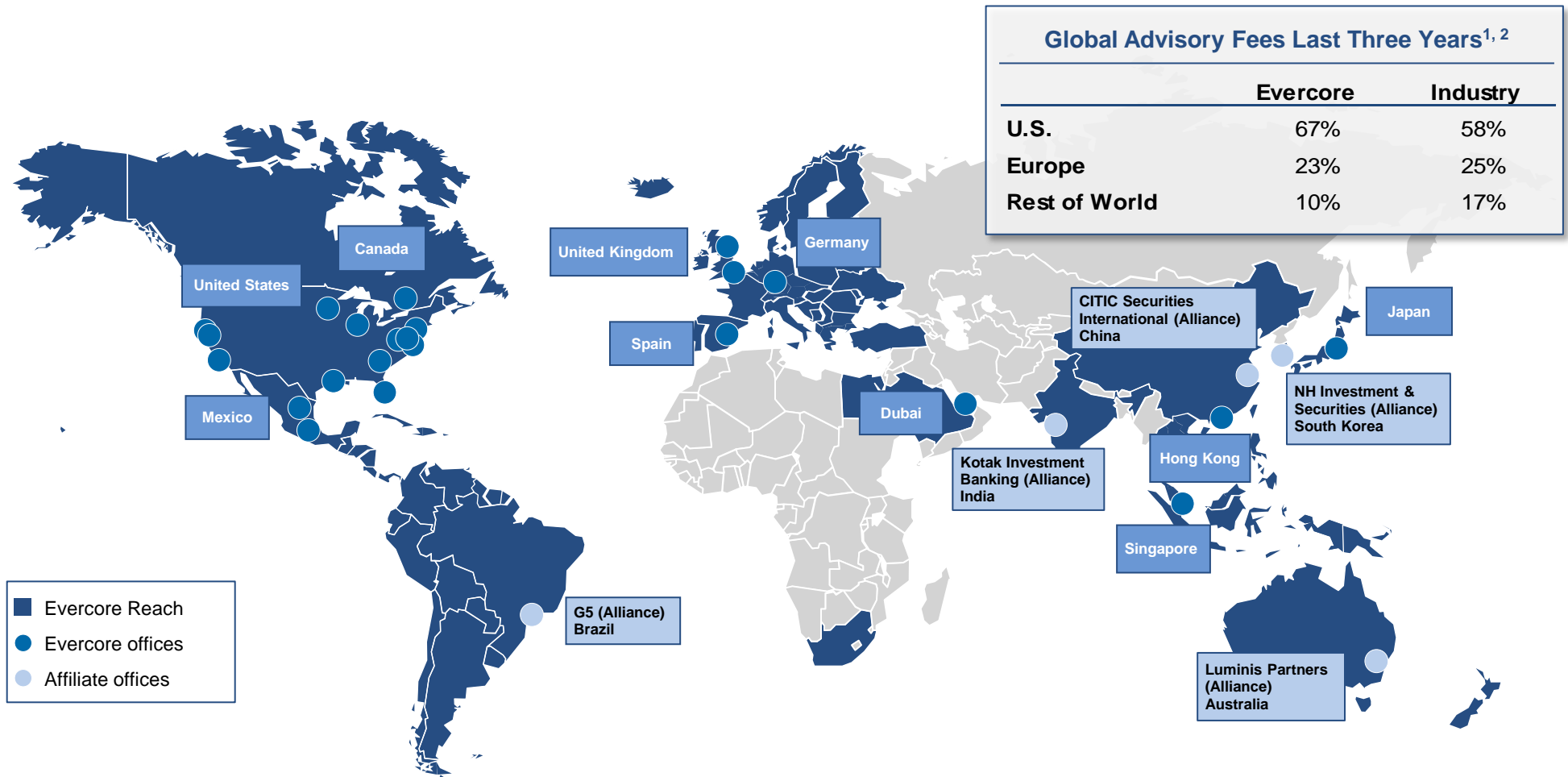


1. Based on the period from Q1 2015 to Q4 2017
 2. Industry detail sourced from Dealogic

Strategic Expansion of Footprint Diversifies Revenue Stream

Serving all major markets, with clients in more than 50 countries

Evercore has opportunities for revenue growth in the U.S., Europe and Asia

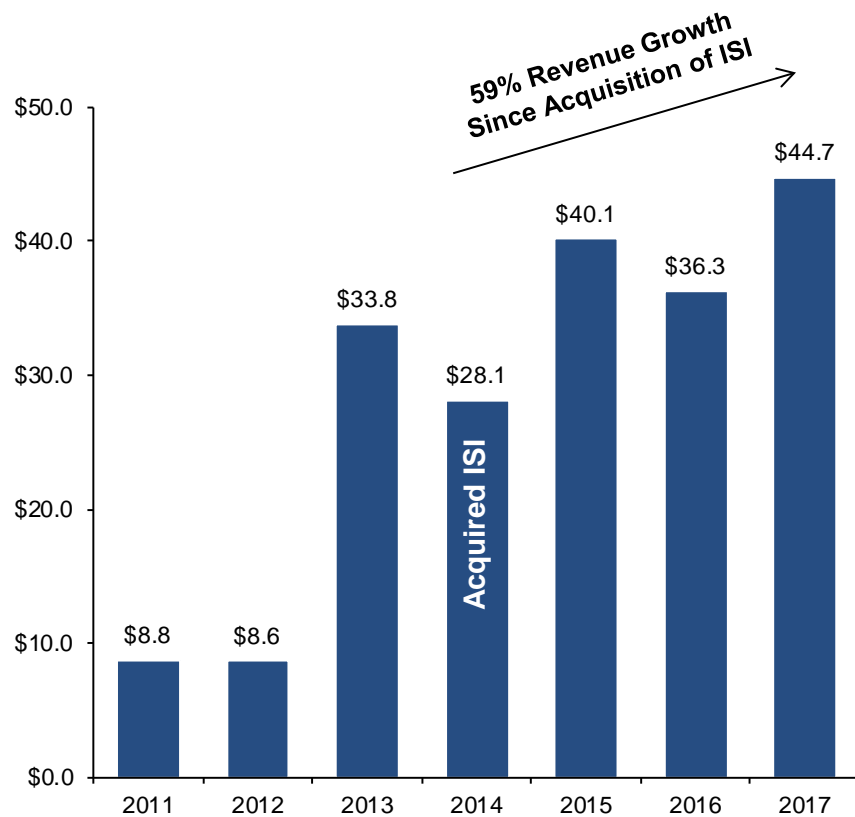


1. Based on the period from Q1 2015 to Q4 2017
 2. Industry detail sourced from Dealogic

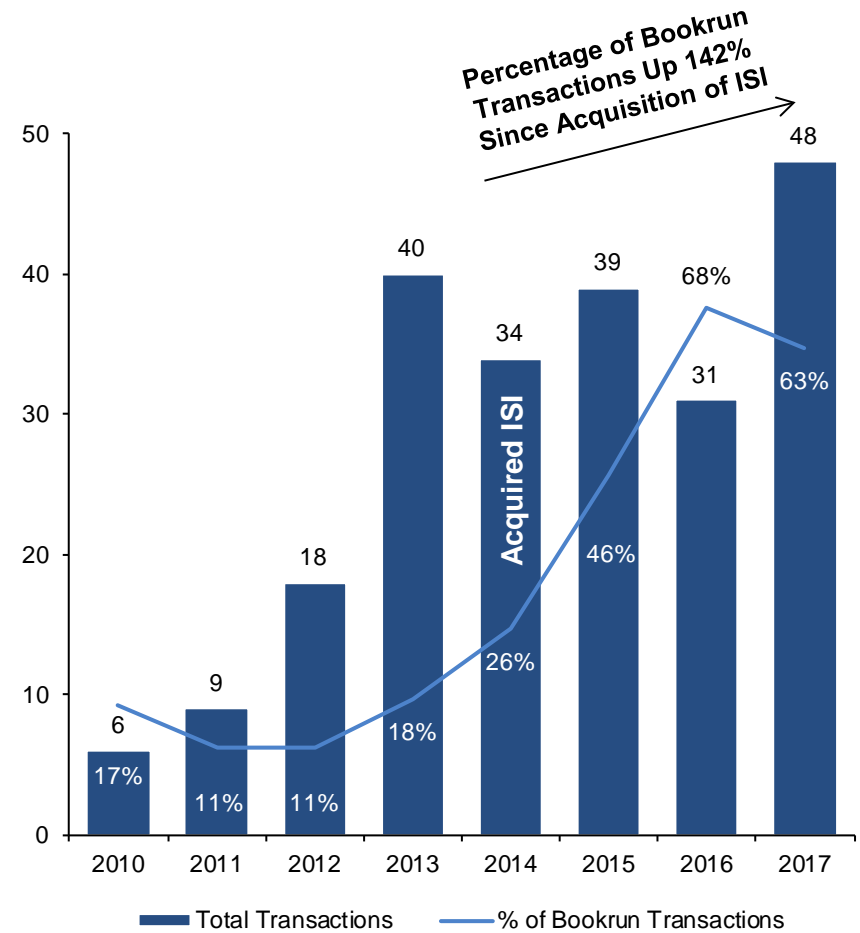
Integrated Investment Banking Capabilities Drive Capital Markets Revenue Growth

Strong Advisory relationships and leading Equities research position Evercore competitively in a challenging market

ECM Global Revenues (\$ mm)



ECM Equity Transactions

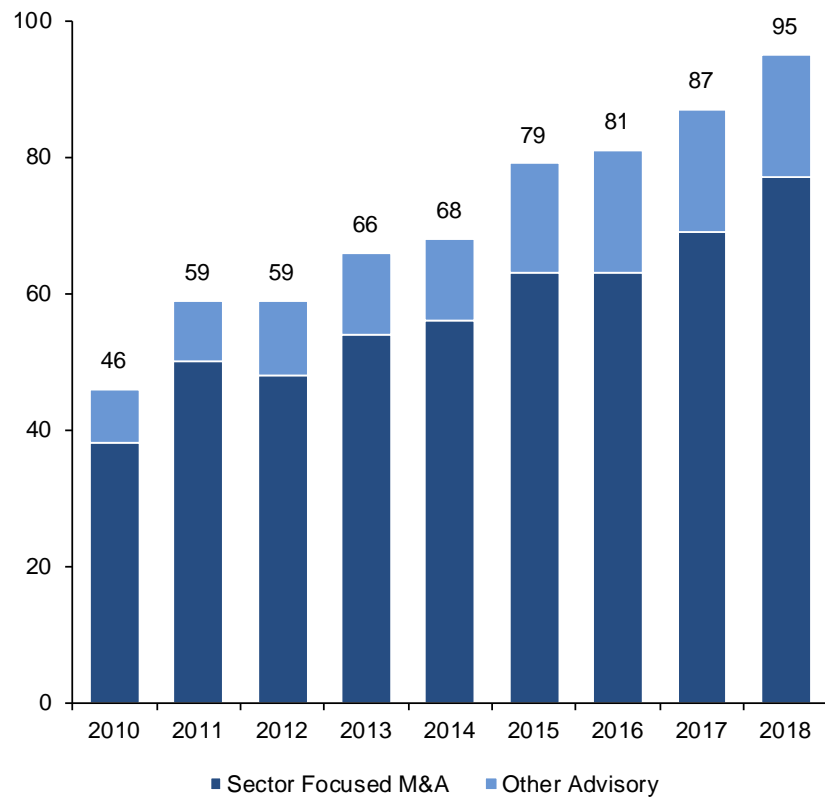


A+ Talent and Expanding Capabilities Drive Revenue Growth

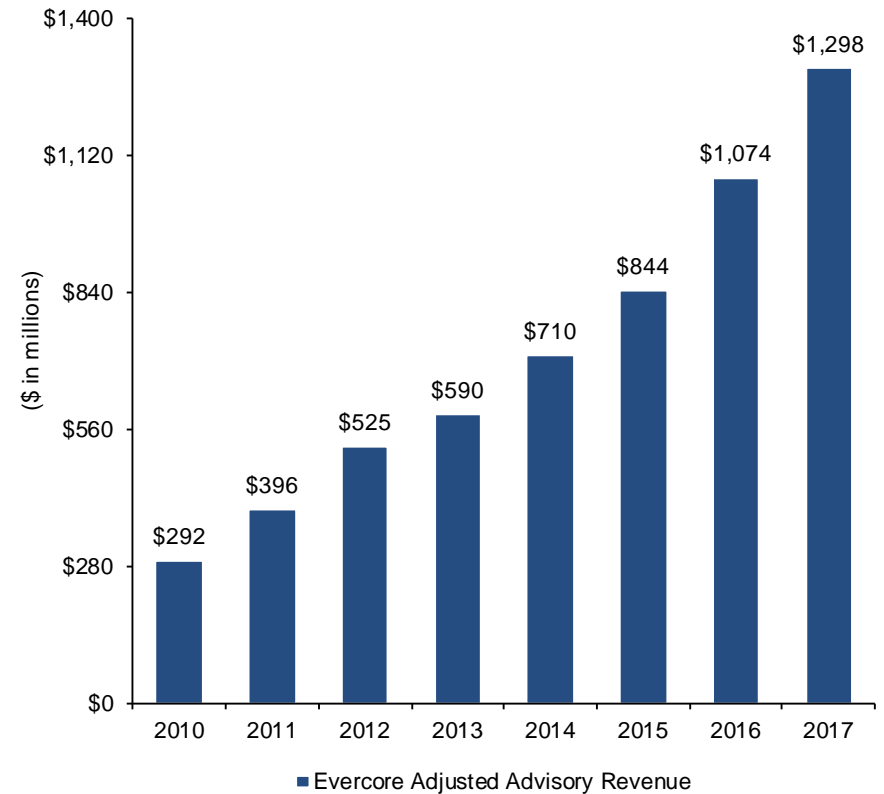
Increased sector coverage, broader capabilities, geographic expansion and growth of the Evercore brand drive Advisory revenue growth

Advisory revenues have grown at a CAGR of 24% since 2010

Recent Advisory SMD Headcount¹ Growth



Driving Consistently Increasing Advisory Revenues

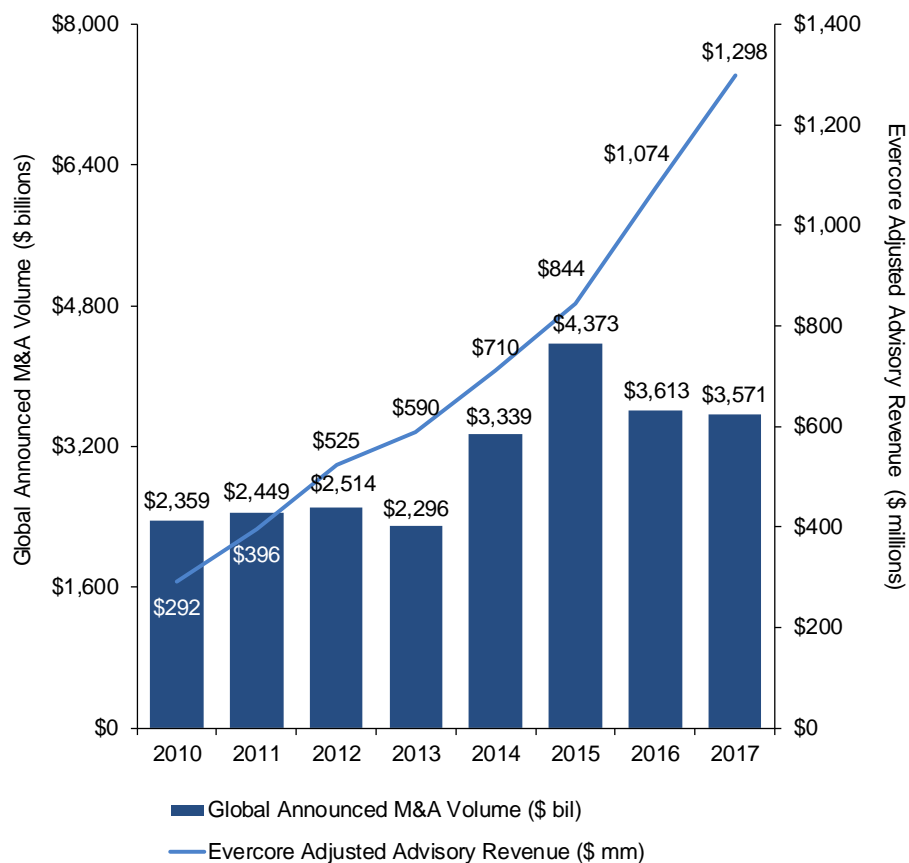


1. Other Advisory includes Equity Capital Markets & Debt Advisory, Private Capital Advisory, Private Funds Group, Strategic Shareholder Advisory and Restructuring; 2018 SMD count includes 1 newly recruited SMD who will join the Firm in Q2 2018

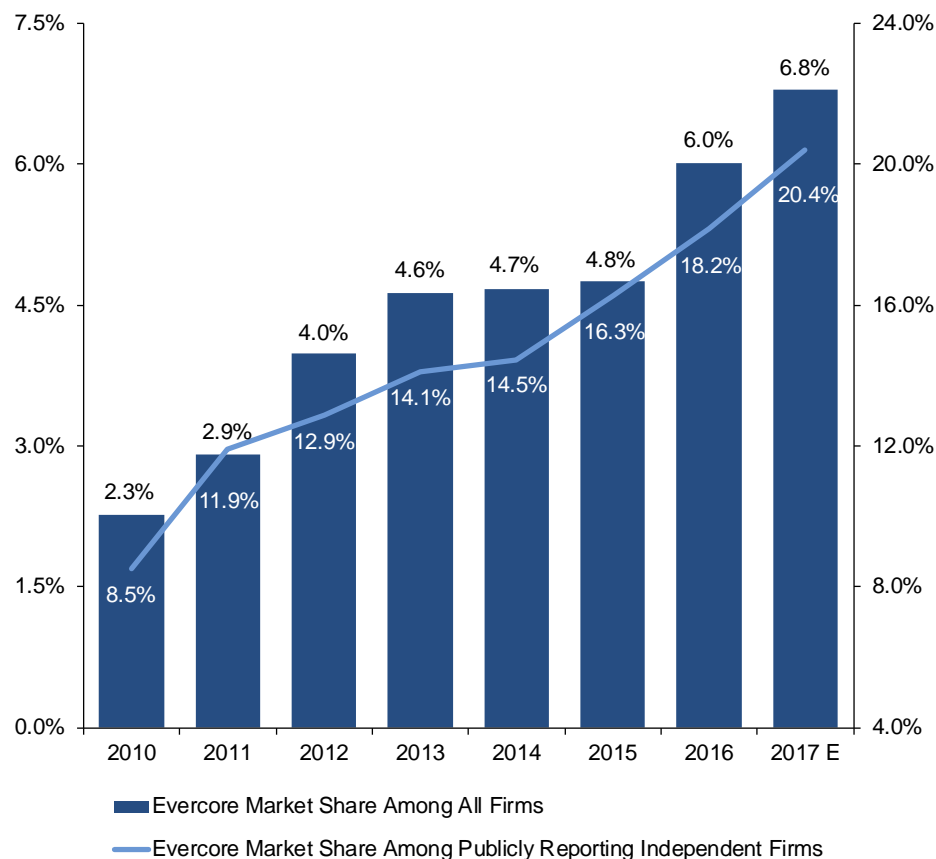
Consistently Growing Advisory Market Share

Revenue growth in excess of broader industry growth has driven strong market share gains. Market share among all publicly reporting firms, as well as among publicly reporting independent firms, has almost tripled since 2010

Evercore Advisory Revenue Growth Through the M&A Cycle



Evercore Advisory Market Share^{1,2,3}



Source: Company reports, SEC filings. M&A data sourced from Thomson Reuters. Advisory fees converted to USD, where applicable

1. Total fee pool includes all Advisory revenues from BAC, BX/PJT, C, CS, DB, EVR, GH, GS, HLI, JPM, LAZ, MC, MS, PJC, ROTH and UBS

2. Market share for FY 2017 is based on reported Q4 2017 Advisory revenues for all firms except ROTH, whose Q4 2017 Advisory revenues are based on ROTH management commentary in its earnings release for the quarter ended September 30, 2017. Independent Advisory firms included in the Independents' fee pool are BX/PJT, EVR, GH, HLI, LAZ, MC and ROTH

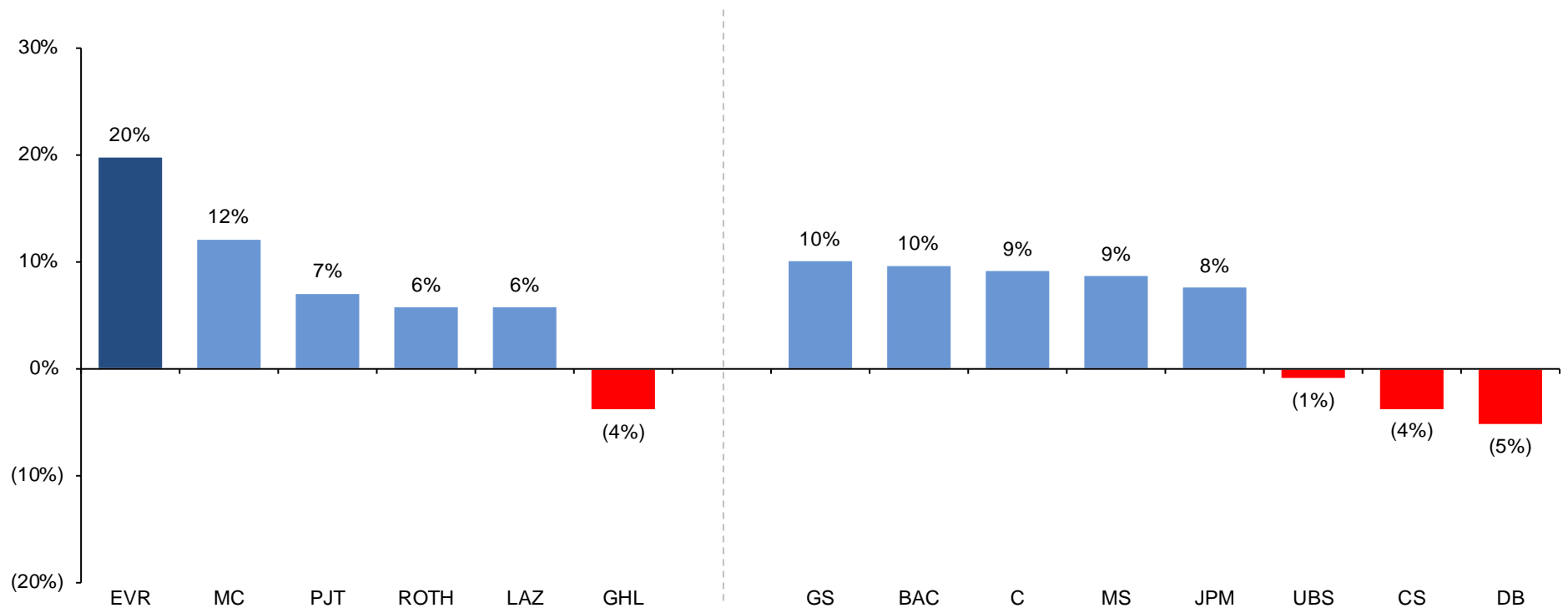
3. Uses BX Advisory revenues for 2010-2014 and PJT Advisory revenues for 2015 onwards. Uses publicly disclosed HLI Advisory revenues for 2012 onwards as prior periods not publicly disclosed

Strong Position Versus Peers

Recognized by *Euromoney* as World's Best Independent Investment Bank for 2017

FY 2017 Advisory revenues of \$1.3 billion place Evercore at rank #6 globally among all firms that publicly report advisory revenues¹, versus #11 in 2012

Advisory Revenues CAGR²



Source: Company reports and SEC filings; Advisory fees converted to USD, where applicable

1. Evercore Advisory fee rank among all firms for FY 2017 is based on reported Q4 2017 Advisory revenues for all firms except ROTH, whose Q4 2017 Advisory revenues are based on ROTH management commentary in its earnings release for the quarter ended September 30, 2017
2. Compounded Annual Growth Rate for all firms based on Advisory fees as reported by all firms in the calendar period from 2012 to 2017, except ROTH as described above

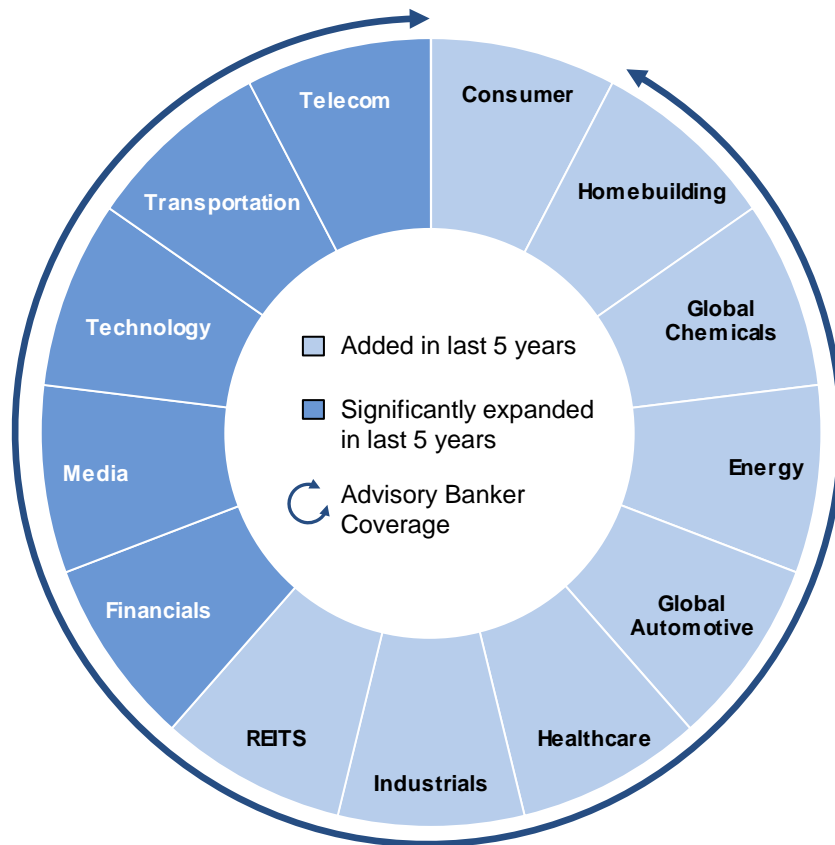
Investment Banking – Equities

Strategic Contributor to Platform

Market-Leading, Agency-only Equities Offering

Our Equities offering is core to our overall investment banking strategy and differentiates us from our independent investment banking peers

Top Ranked Equities Research



Highlights

- Evercore ISI ranked #1 independent firm in the U.S. by Institutional Investor in 2017
- Ranked #2 on a weighted basis, #3 overall
 - ▶ More #1 ranked analysts than any other firm except J.P. Morgan
 - ▶ Highest ranking overall for a non-bulge bracket firm since 1995
- Distribution capabilities comparable in size to leading bulge bracket firms, serving 1,400 institutional investors globally

Key Benefits

- Expands Evercore's capital markets advisory and equity underwriting opportunities
 - ▶ Broadens and deepens Evercore's relationships with the largest institutional investors around the world, and with corporate and private equity Advisory clients

Investment Management

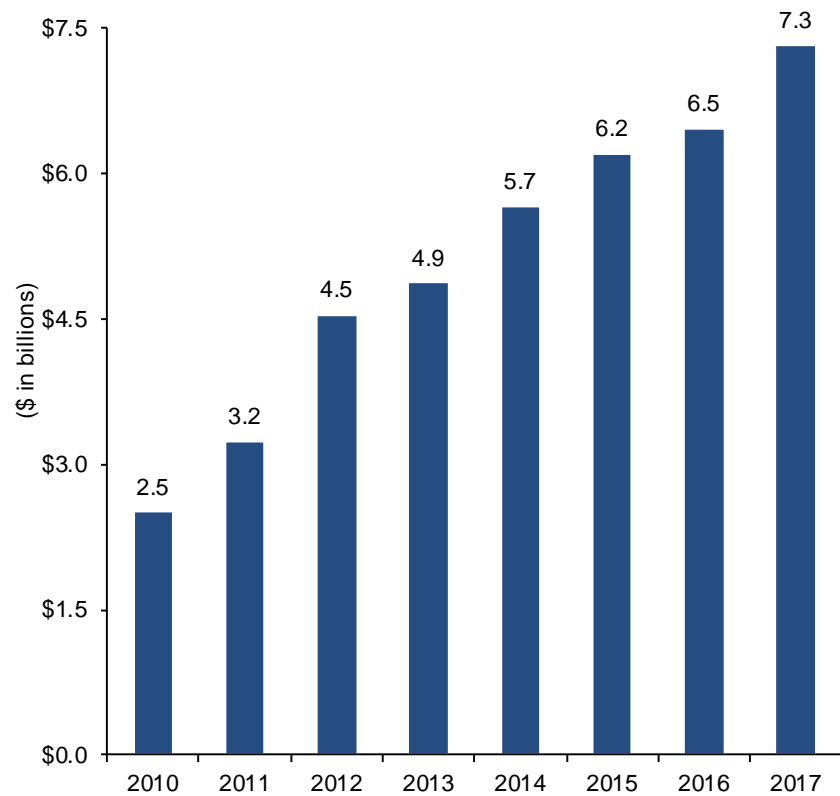
Focused on Steady Growth and Profitability

EVERCORE

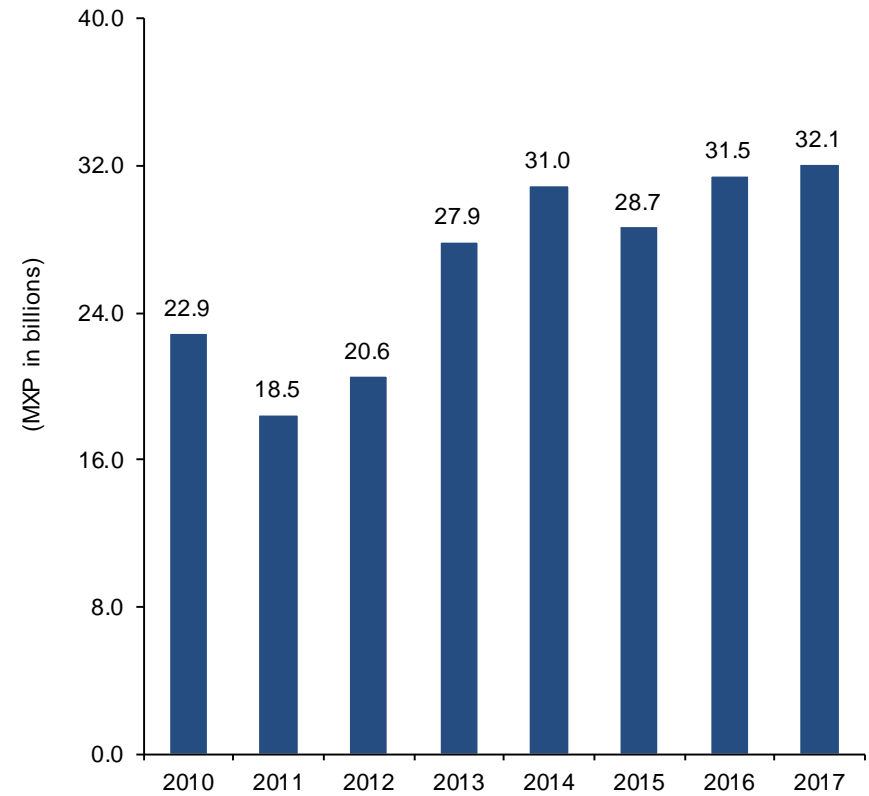
Steady Growth in Assets Under Management

The Wealth Management business in the U.S. and the Institutional Asset Management business in Mexico have both experienced AUM growth over time and contribute operating margins of 20% or better

Wealth Management (\$ bn)



Mexico Institutional Asset Management¹ (MXP bn)



1. Excludes historical Mexico Private Equity assets under management

Financial Performance

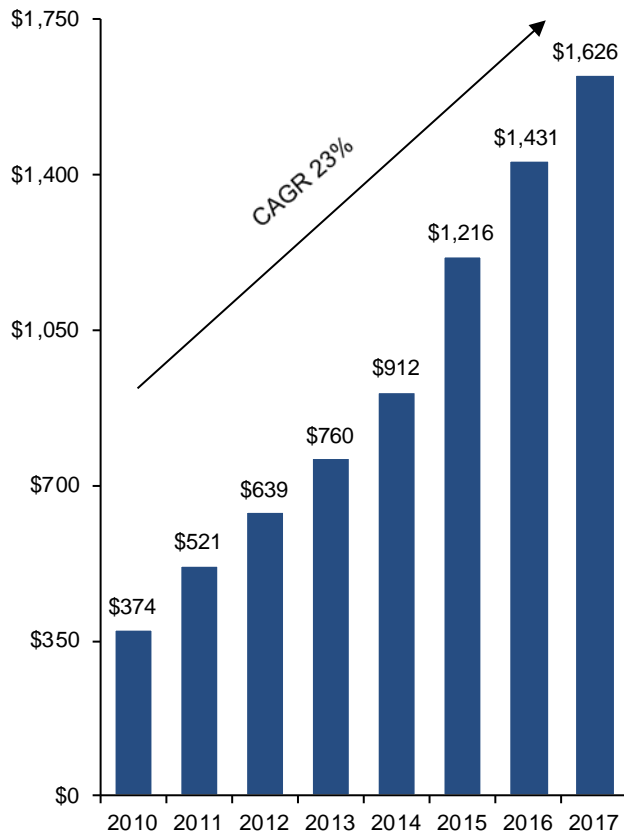
Consistent Top Line and Bottom Line Growth

Continuing Profitable Growth

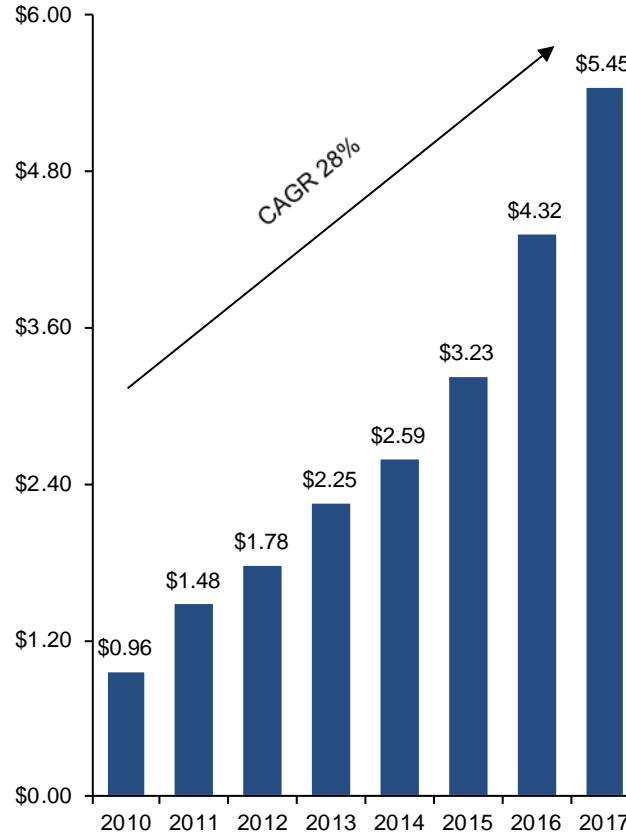
(\$ in millions, except EPS)

Focused on sustaining operating margins of 25% or higher in supportive M&A markets

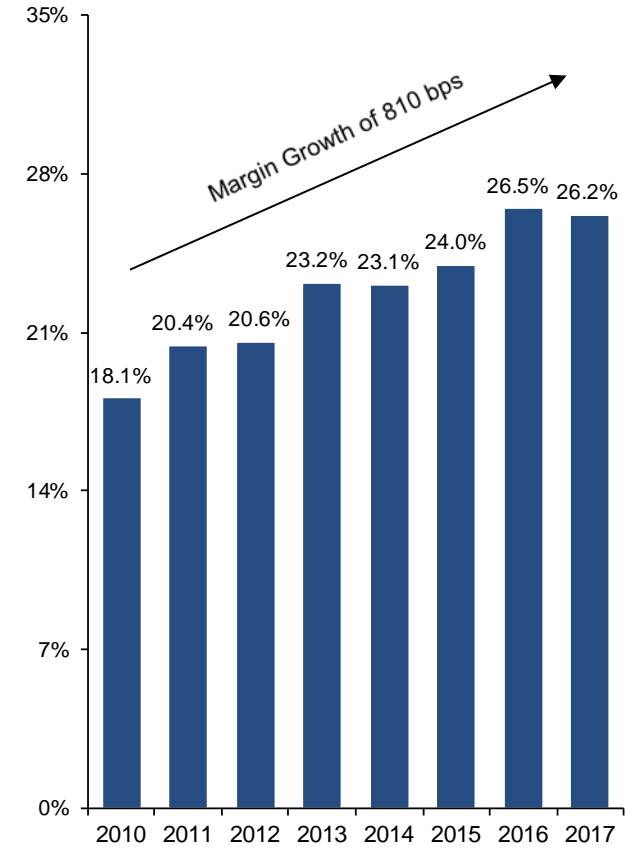
Net Revenues¹



Adjusted EPS^{1,2}



Operating Margins¹



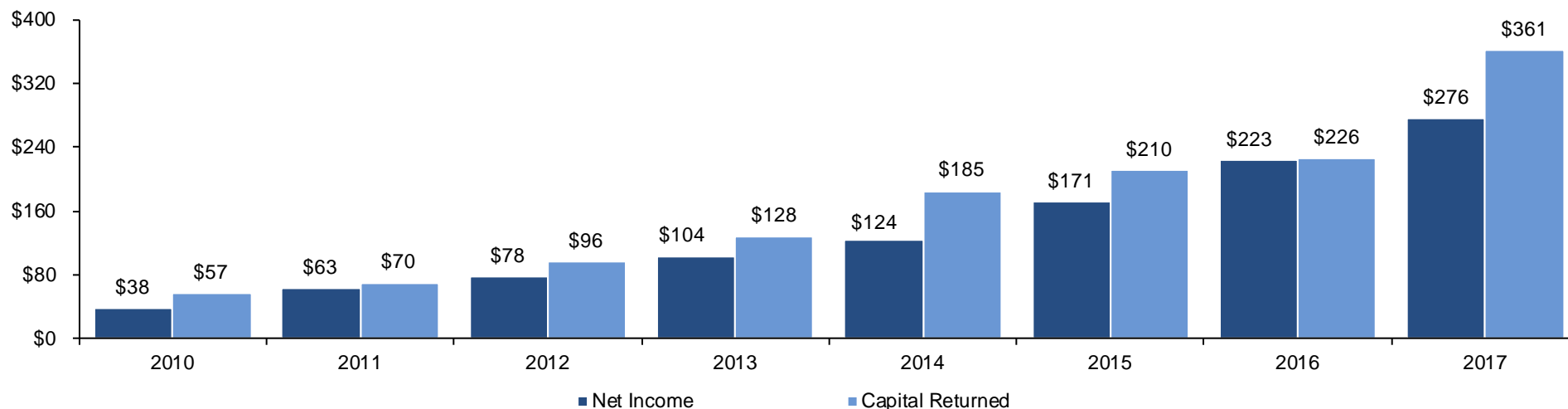
1. Net Revenues, Operating Margins and EPS for all periods reflect Adjusted figures. A reconciliation to the equivalent GAAP figures is available in the Appendix at the end of this presentation
 2. Adjusted EPS of \$5.45 in 2017 includes a \$0.50 benefit from the application of a new accounting standard for income taxes related to share-based compensation

Long-term Commitment to Shareholders

Highlights

- Stock buybacks have offset the dilutive effect of shares granted for bonuses and new hire awards on a cumulative basis over the past five years as well as a portion of the shares associated with investments and acquisitions
 - ▶ Stock buyback program has \$750 million (or 8.5 million shares/LP Units) available as of December 31, 2017
- Through December 2017, dividend has grown 196% since 2008
 - ▶ 18% dividend increase announced in October 2017, marking the tenth sequential year of growth
- Employees own 30% of the company on a fully diluted basis as of Q4 2017

Capital Returned to Shareholders (\$ mm)^{1,2,3}



Note: A reconciliation to the equivalent GAAP figures is available in the Appendix at the end of this presentation

1. Includes dividends to Class A shareholders and equivalent amounts distributed to holders of LP units

2. Adjusted Net Income of \$276 million in 2017 includes a \$27 million benefit from the application of a new accounting standard for income taxes related to share-based compensation

3. Excludes \$123.7 million in 2015 in conjunction with Mizuho's warrant exchange

Appendix

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

Information in the following financial reconciliations presents the historical results of the Company from continuing operations and is presented on an Adjusted basis, which is a non-generally accepted accounting principles (“non-GAAP”) measure. Adjusted results begin with information prepared in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”), adjusted to exclude certain items and reflect the conversion of vested and unvested Evercore LP Units, other IPO related restricted stock unit awards, as well as Acquisition Related Share Issuances and Unvested Restricted Stock Units granted to Lexicon and ISI employees, into Class A shares. Evercore believes that the disclosed Adjusted measures and any adjustments thereto, when presented in conjunction with comparable U.S. GAAP measures, are useful to investors to compare Evercore’s results across several periods and facilitate an understanding of Evercore’s operating results. The Company uses these measures to evaluate its operating performance, as well as the performance of individual employees. These measures should not be considered a substitute for, or superior to, measures of financial performance prepared in accordance with U.S. GAAP. These Adjusted amounts are allocated to the Company’s two business segments: Investment Banking and Investment Management. The differences between Adjusted and U.S. GAAP results are as follows:

Assumed Vesting of Evercore LP Units and Exchange into Class A Shares. The Company incurred expenses, primarily in Employee Compensation and Benefits, resulting from the modification of Evercore Class A LP Units, which primarily vested over a five-year period ending December 31, 2013, and the vesting of Class E LP Units issued in conjunction with the acquisition of ISI, as well as Class G and H LP Interests and Class J LP Units. The Adjusted results assume these LP Units and certain Class G and H LP Interests have vested and have been exchanged for Class A shares. Accordingly, any expense or reversal of expense associated with these units, and related awards, is excluded from Adjusted results, and the noncontrolling interest related to these units is converted to controlling interest. The Company’s Management believes that it is useful to provide the per-share effect associated with the assumed conversion of these previously granted equity interests, and thus the Adjusted results reflect the exchange of certain vested and unvested Evercore LP partnership units and interests and IPO related restricted stock unit awards into Class A shares.

Vesting of Contingently Vested Equity Awards. The Company incurred expenses in Employee Compensation and Benefits, resulting from the vesting of awards issued at the time of the IPO. These awards vested upon the occurrence of specified vesting events rather than merely the passage of time and continued service.

Client Related Expenses. Client related expenses, expenses associated with revenue sharing engagements with third parties and provisions for uncollected receivables, have been classified as a reduction of revenue in the Adjusted presentation. The Company’s Management believes that this adjustment results in more meaningful key operating ratios, such as compensation to net revenues and operating margin.

Professional Fees. The expense associated with share-based awards resulting from increases in the share price, which is required upon change in employment status, is excluded from Adjusted results.

Special Charges. Expenses associated with impairments of Goodwill and Intangible Assets and other costs related to business changes associated with acquisitions and divestitures.

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

Adjustments Associated with Business Combinations and Divestitures. The following charges resulting from business combinations have been excluded from the Adjusted results because the Company's Management believes that operating performance is more comparable across periods excluding the effects of these acquisition-related charges:

Amortization of Intangible Assets and Other Purchase Accounting-related Amortization. Amortization of intangible assets and other purchase accounting-related amortization from the acquisitions of ISI, Lexicon, SFS, Protego, Braveheart and certain other acquisitions.

Compensation Charges. Expenses for deferred consideration issued to the sellers of certain of the Company's acquisitions.

GP Investments. Write-off of General Partnership investment balances during the fourth quarter of 2013 associated with the acquisition of Protego.

Acquisition and Transition Costs. Primarily professional fees incurred, as well as costs related to transitioning acquisitions or divestitures.

Fair Value of Contingent Consideration. The expense associated with changes in the fair value of contingent consideration.

Gain on Transfer of Ownership of Mexican Private Equity Business. The gain resulting from the transfer of ownership of the Mexican Private Equity business in the third quarter of 2016 is excluded from the Adjusted results.

Gain on Sale of Institutional Trust and Independent Fiduciary business of ETC. The gain resulting from the sale of the Institutional Trust and Independent Fiduciary business of ETC in the fourth quarter of 2017 is excluded from the Adjusted Results.

Foreign Exchange Gains / (Losses). Release of cumulative foreign exchange losses resulting from the restructuring of our equity method investment in G5 in the fourth quarter of 2017 are excluded from the Adjusted presentation.

Income Taxes. Evercore is organized as a series of Limited Liability Companies, Partnerships, C-Corporations and a Public Corporation. As a result, adjustments have been made to the Adjusted earnings to assume that the Company has adopted a conventional corporate tax structure and is taxed as a C-Corporation in the U.S. at the prevailing corporate rates, that all deferred tax assets relating to foreign operations are fully realizable within the structure on a consolidated basis. Excluded from the Company's 2017 Adjusted results are adjustments related to the impact of the enactment of the Tax Cuts and Jobs Act that was signed into law on December 22, 2017, which resulted in a reduction in income tax rates in the U.S. in future years. The enactment of this tax reform resulted in a charge to the Provision for Income Taxes for the fourth quarter of 2017 of \$143.3 million primarily resulting from the estimated re-measurement of net deferred tax assets, which relates principally to temporary differences from the step-up in basis associated with the exchange of partnership units, deferred compensation, accumulated other comprehensive income and depreciation of fixed assets and leasehold improvements. The tax reform also resulted in an estimated adjustment to Other Revenue of \$77.5 million related to the re-measurement of amounts due pursuant to our tax receivable agreement, which was reduced due to the lower enacted income tax rates in the U.S. in future years.

Presentation of Interest Expense. The Adjusted results present interest expense on short-term repurchase agreements in Other Revenues, net, as the Company's Management believes it is more meaningful to present the spread on net interest resulting from the matched financial assets and liabilities. In addition, Adjusted Operating Income is presented before interest expense on debt, which is included in interest expense on a U.S. GAAP basis.

Presentation of Income (Loss) from Equity Method Investments. The Adjusted results present Income (Loss) from Equity Method Investments within Revenue as the Company's Management believes it is a more meaningful presentation.

Presentation of Income (Loss) from Equity Method Investments in Pan. The Adjusted results from continuing operations exclude the income (loss) from our equity method investments in Pan. The Company's Management believes this to be a more meaningful presentation.

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

Advisory Revenue, ECM Revenue & Investment Banking Revenue

(dollars in thousands)

| | Twelve Months Ended December 31, | | | | | | | |
|---|----------------------------------|---------------------|---------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
| Advisory Revenue - U.S. GAAP | \$ 1,324,412 | \$ 1,096,829 | \$ 865,494 | \$ 727,678 | \$ 602,256 | \$ 538,142 | \$ 406,951 | \$ 301,931 |
| Client Related Expenses (1) | (27,001) | (24,492) | (22,551) | (17,702) | (15,227) | (15,751) | (12,044) | (9,946) |
| Income from Equity Method Investments (2) | 277 | 1,370 | 978 | 495 | 2,906 | 2,258 | 1,101 | 16 |
| Advisory Revenue - Adjusted | <u>\$ 1,297,688</u> | <u>\$ 1,073,707</u> | <u>\$ 843,921</u> | <u>\$ 710,471</u> | <u>\$ 589,935</u> | <u>\$ 524,649</u> | <u>\$ 396,008</u> | <u>\$ 292,001</u> |
| ECM Revenue - U.S. GAAP | \$ 45,827 | \$ 36,264 | \$ 40,137 | \$ 28,101 | \$ 33,809 | \$ 8,646 | \$ 8,754 | NM |
| Client Related Expenses (1) | (1,081) | - | - | - | - | - | - | NM |
| ECM Revenue - Adjusted | <u>\$ 44,746</u> | <u>\$ 36,264</u> | <u>\$ 40,137</u> | <u>\$ 28,101</u> | <u>\$ 33,809</u> | <u>\$ 8,646</u> | <u>\$ 8,754</u> | <u>NM</u> |
| Investment Banking Revenue - U.S. GAAP | \$ 1,575,168 | \$ 1,364,098 | \$ 1,133,860 | \$ 821,359 | \$ 666,806 | \$ 568,238 | \$ 430,597 | \$ 301,931 |
| Client Related Expenses (1) | (28,082) | (24,492) | (22,551) | (17,702) | (15,227) | (15,751) | (12,044) | (9,946) |
| Income from Equity Method Investments (2) | 277 | 1,370 | 978 | 495 | 2,906 | 2,258 | 1,101 | 16 |
| Investment Banking Revenue - Adjusted | <u>\$ 1,547,363</u> | <u>\$ 1,340,976</u> | <u>\$ 1,112,287</u> | <u>\$ 804,152</u> | <u>\$ 654,485</u> | <u>\$ 554,745</u> | <u>\$ 419,654</u> | <u>\$ 292,001</u> |

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

Net Revenue, Operating Income & Net Income

(dollars in thousands)

| | Twelve Months Ended December 31, | | | | | | | |
|--|----------------------------------|---------------------|---------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
| Net Revenues - U.S. GAAP | \$ 1,704,349 | \$ 1,440,052 | \$ 1,223,273 | \$ 915,858 | \$ 765,428 | \$ 642,373 | \$ 524,264 | \$ 375,905 |
| Client Related Expenses (1) | (28,318) | (25,398) | (22,625) | (17,753) | (15,299) | (16,268) | (12,648) | (10,098) |
| Income (Loss) from Equity Method Investments (2) | 8,838 | 6,641 | 6,050 | 5,180 | 8,326 | 4,852 | 919 | (557) |
| Interest on Long-term Debt (3) | 9,960 | 10,248 | 9,617 | 8,430 | 8,088 | 7,955 | 7,817 | 7,694 |
| Gain on Sale of Institutional Trust and Independent Fiduciary business of ETC (4) | (7,808) | - | - | - | - | - | - | - |
| Foreign Exchange Losses from G5 Transaction (5) | 16,266 | - | - | - | - | - | - | - |
| Gain on Transfer of Ownership of Mexican Private Equity Business (6) | - | (406) | - | - | - | - | - | - |
| Other Purchase Accounting-related Amortization (7) | - | - | 106 | 211 | - | - | - | - |
| Adjustment to Tax Receivable Agreement Liability (8) | (77,535) | - | - | - | (6,905) | - | - | - |
| Equity Method Investment in Pan (16) | - | - | - | - | 55 | (90) | 420 | 621 |
| General Partnership Investments (17) | - | - | - | - | 385 | - | - | - |
| Net Revenues - Adjusted | \$ 1,625,752 | \$ 1,431,137 | \$ 1,216,421 | \$ 911,926 | \$ 760,078 | \$ 638,822 | \$ 520,772 | \$ 373,565 |
| Operating Income - U.S. GAAP | \$ 428,811 | \$ 261,174 | \$ 128,670 | \$ 170,947 | \$ 130,175 | \$ 65,535 | \$ 35,812 | \$ 36,860 |
| Income (Loss) from Equity Method Investments (2) | 8,838 | 6,641 | 6,050 | 5,180 | 8,326 | 4,852 | 919 | (557) |
| Interest Expense on Debt (3) | 9,960 | 10,248 | 9,617 | 8,430 | 8,088 | 7,955 | 7,817 | 7,694 |
| Gain on Sale of Institutional Trust and Independent Fiduciary business of ETC (4) | (7,808) | - | - | - | - | - | - | - |
| Foreign Exchange Losses from G5 Transaction (5) | 16,266 | - | - | - | - | - | - | - |
| Gain on Transfer of Ownership of Mexican Private Equity Business (6) | - | (406) | - | - | - | - | - | - |
| Intangible Asset Amortization / Other Purchase Accounting-related Amortization (7) | 9,411 | 11,020 | 14,229 | 3,033 | 328 | 3,676 | 7,176 | 2,208 |
| Adjustment to Tax Receivable Agreement Liability (8) | (77,535) | - | - | - | (6,905) | - | - | - |
| Amortization of LP Units / Interests and Certain Other Awards (9) | 11,444 | 80,846 | 83,673 | 3,399 | 20,026 | 20,951 | 24,220 | 20,821 |
| IPO Related Restricted Stock Unit Awards (10) | - | - | - | - | - | - | 11,389 | - |
| Other Acquisition Related Compensation Charges (11) | - | - | 1,537 | 7,939 | 15,923 | 28,163 | 14,618 | - |
| Special Charges (12) | 25,437 | 8,100 | 41,144 | 4,893 | 170 | 662 | 3,894 | - |
| Professional Fees (13) | - | - | - | 1,672 | - | - | - | - |
| Acquisition and Transition Costs (14) | 1,673 | 99 | 4,890 | 4,712 | - | - | - | - |
| Fair Value of Contingent Consideration (15) | - | 1,107 | 2,704 | - | - | - | - | - |
| Equity Method Investment in Pan (16) | - | - | - | - | 55 | (90) | 420 | 621 |
| General Partnership Investments (17) | - | - | - | - | 385 | - | - | - |
| Operating Income - Adjusted | \$ 426,497 | \$ 378,829 | \$ 292,514 | \$ 210,205 | \$ 176,571 | \$ 131,704 | \$ 106,265 | \$ 67,647 |
| Net Income from Continuing Operations - U.S. GAAP | \$ 179,207 | \$ 148,512 | \$ 57,690 | \$ 107,371 | \$ 74,812 | \$ 39,479 | \$ 14,007 | \$ 20,126 |
| Net Income Attributable to Noncontrolling Interest | (53,753) | (40,984) | (14,827) | (20,497) | (19,945) | (10,590) | (6,089) | (10,655) |
| Gain on Sale of Institutional Trust and Independent Fiduciary business of ETC (4) | (7,808) | - | - | - | - | - | - | - |
| Foreign Exchange Losses from G5 Transaction (5) | 16,266 | - | - | - | - | - | - | - |
| Gain on Transfer of Ownership of Mexican Private Equity Business (6) | - | (406) | - | - | - | - | - | - |
| Intangible Asset Amortization / Other Purchase Accounting-related Amortization (7) | 9,411 | 11,020 | 14,229 | 3,033 | 328 | 3,676 | 7,176 | 2,208 |
| Adjustment to Tax Receivable Agreement Liability and Income Taxes, Net (8) | 50,529 | (20,837) | (28,604) | (7,593) | (6,839) | (16,072) | (15,280) | (8,997) |
| Amortization of LP Units / Interests and Certain Other Awards (9) | 11,444 | 80,846 | 83,673 | 3,399 | 20,026 | 20,951 | 24,220 | 20,821 |
| IPO Related Restricted Stock Unit Awards (10) | - | - | - | - | - | - | 11,389 | - |
| Other Acquisition Related Compensation Charges (11) | - | - | 1,537 | 7,939 | 15,923 | 28,163 | 14,618 | - |
| Special Charges (12) | 25,437 | 8,100 | 41,144 | 4,893 | 170 | 662 | 3,894 | - |
| Professional Fees (13) | - | - | - | 1,672 | - | - | - | - |
| Acquisition and Transition Costs (14) | 1,673 | 99 | 4,890 | 4,712 | - | - | - | - |
| Fair Value of Contingent Consideration (15) | - | 1,107 | 2,704 | - | - | - | - | - |
| Equity Method Investment in Pan (16) | - | - | - | - | 55 | (90) | 420 | 621 |
| General Partnership Investments (17) | - | - | - | - | 385 | - | - | - |
| Noncontrolling Interest (18) | 43,965 | 35,561 | 8,871 | 19,350 | 18,735 | 11,845 | 9,026 | 14,359 |
| Net Income Attributable to Evercore Inc. - Adjusted | \$ 276,371 | \$ 223,018 | \$ 171,307 | \$ 124,279 | \$ 103,650 | \$ 78,024 | \$ 63,381 | \$ 38,483 |

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

Diluted shares outstanding and key metrics

(share amounts in thousands)

| | Twelve Months Ended December 31, | | | | | | | |
|---|----------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2017 | 2016 | 2015 | 2014 | 2013 | 2012 | 2011 | 2010 |
| Diluted Shares Outstanding - U.S. GAAP | 44,826 | 44,193 | 43,699 | 41,843 | 38,481 | 32,548 | 29,397 | 22,968 |
| LP Units (19a) | 5,885 | 7,479 | 9,261 | 5,929 | 6,926 | 10,040 | 12,391 | 16,454 |
| Unvested Restricted Stock Units - Event Based (19a) | 12 | 12 | 12 | 12 | 12 | 12 | 276 | 633 |
| Acquisition Related Share Issuance (19b) | - | - | 51 | 233 | 533 | 1,174 | 569 | - |
| Diluted Shares Outstanding - Adjusted | 50,723 | 51,684 | 53,023 | 48,017 | 45,952 | 43,774 | 42,633 | 40,055 |
| Key Metrics: (a) | | | | | | | | |
| Diluted Earnings Per Share - U.S. GAAP (b) | \$ 2.80 | \$ 2.43 | \$ 0.98 | \$ 2.08 | \$ 1.42 | \$ 0.89 | \$ 0.27 | \$ 0.41 |
| Diluted Earnings Per Share - Adjusted (b) | \$ 5.45 | \$ 4.32 | \$ 3.23 | \$ 2.59 | \$ 2.25 | \$ 1.78 | \$ 1.48 | \$ 0.96 |
| Operating Margin - U.S. GAAP | 25.2% | 18.1% | 10.5% | 18.7% | 17.0% | 10.2% | 6.8% | 9.8% |
| Operating Margin - Adjusted | 26.2% | 26.5% | 24.0% | 23.1% | 23.2% | 20.6% | 20.4% | 18.1% |

(a) Reconciliations of the key metrics from U.S. GAAP to Adjusted results are a derivative of the reconciliations of their components on the prior pages.

(b) For Earnings Per Share purposes, Net Income Attributable to Evercore Inc. is reduced by \$68, \$84, \$84 and \$74 of accretion for the twelve months ended December 31, 2013, 2012, 2011 and 2010, respectively, related to the Company's noncontrolling interest in Trilantic Capital Partners.

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

Footnotes

1. Client related expenses, expenses associated with revenue sharing engagements with third parties and provisions for uncollected receivables, have been reclassified as a reduction of revenue in the Adjusted presentation.
2. Income (Loss) from Equity Method Investments has been reclassified to Revenue in the Adjusted presentation.
3. Interest Expense on Debt is excluded from the Adjusted Investment Banking and Investment Management segment results and is included in Interest Expense in the segment results on a U.S. GAAP Basis.
4. The gain resulting from the sale of the Institutional Trust and Independent Fiduciary business of ETC in the fourth quarter of 2017 is excluded from the Adjusted presentation.
5. Release of cumulative foreign exchange losses resulting from the restructuring of our equity method investment in G5 in the fourth quarter of 2017 are excluded from the Adjusted presentation.
6. The gain resulting from the transfer of ownership of the Mexican Private Equity business in the third quarter of 2016 is excluded from the Adjusted presentation.
7. The exclusion from the Adjusted presentation of expenses associated with amortization of intangible assets and other purchase accounting-related amortization from the acquisitions of ISI, SFS, Lexicon, Protego, Braveheart and certain other acquisitions.
8. Evercore is organized as a series of Limited Liability Companies, Partnerships, C-Corporations and a Public Corporation and therefore, not all of the Company's income is subject to corporate level taxes. As a result, adjustments have been made to Evercore's effective tax rate. These adjustments assume that the Company has adopted a conventional corporate tax structure and is taxed as a C-Corporation in the U.S. at the prevailing corporate rates, that all deferred tax assets relating to foreign operations are fully realizable within the structure on a consolidated basis. Excluded from the Company's 2017 Adjusted results are adjustments related to the impact of the enactment of the Tax Cuts and Jobs Act that was signed into law on December 22, 2017, which resulted in a reduction in income tax rates in the U.S. in future years. The enactment of this tax reform resulted in a charge to the Provision for Income Taxes for the fourth quarter of 2017 of \$143.3 million primarily resulting from the estimated re-measurement of net deferred tax assets, which relates principally to temporary differences from the step-up in basis associated with the exchange of partnership units, deferred compensation, accumulated other comprehensive income and depreciation of fixed assets and leasehold improvements. The tax reform also resulted in an estimated adjustment to Other Revenue of \$77.5 million related to the re-measurement of amounts due pursuant to our tax receivable agreement, which was reduced due to the lower enacted income tax rates in the U.S. in future years.
9. Expenses or reversal of expenses incurred from the modification of Evercore Class A LP Units and related awards, which primarily vested over a five-year period ending December 31, 2013, and the assumed vesting of Class E LP Units, Class G and H LP Interests and Class J LP Units issued in conjunction with the acquisition of ISI are excluded from the Adjusted presentation.
10. Expenses incurred from the vesting of IPO related restricted stock unit awards relating to the June 2011 offering are excluded from the Adjusted presentation.
11. Expenses for deferred consideration issued to the sellers of certain of the Company's acquisitions are excluded from the Adjusted presentation.

U.S. GAAP Reconciliation to Adjusted Results (Unaudited)

Footnotes

12. Expenses during 2017 related to a charge for the impairment of goodwill in the Institutional Asset Management reporting unit and a charge for the impairment of our investment in G5 | Evercore in the second quarter and the sale of the Institutional Trust and Independent Fiduciary business of ETC during the fourth quarter. Expenses during 2016 related to a charge for the impairment of our investment in Atalanta Sosnoff during the fourth quarter. Expenses during 2015 primarily related to a charge for the impairment of goodwill in the Institutional Asset Management reporting unit and charges related to the restructuring of our investment in Atalanta Sosnoff during the fourth quarter, primarily related to the conversion of certain of Atalanta Sosnoff's profits interests held by management to equity interests. Expenses during 2015 also include charges related to separation benefits and costs associated with the termination of certain contracts within the Company's Evercore ISI business, as well as the finalization of a matter associated with the wind-down of the Company's U.S. Private Equity business. Expenses during 2014 primarily related to separation benefits and certain exit costs related to combining the equities business upon the ISI acquisition and a provision recorded in 2014 against contingent consideration due on the 2013 disposition of Pan. Expenses during 2013 primarily related to the write-off of intangible assets from the Company's acquisition of Morse, Williams and Company, Inc. Expenses during 2012 primarily related to charges incurred in connection with exiting facilities in the UK. Expenses during 2011 related to the charge associated with lease commitments for exited office space in conjunction with the acquisition of Lexicon as well as for an introducing fee in connection with the Lexicon acquisition.
13. The expense associated with share-based awards resulting from increases in the share price, which is required upon change in employment status, is excluded from the Adjusted results.
14. Primarily professional fees incurred, as well as the reversal of a provision for certain settlements in 2016 and costs related to transitioning acquisitions or divestitures.
15. The expense associated with changes in the fair value of contingent consideration issued to the sellers of certain of the Company's acquisitions is excluded from the Adjusted results.
16. The Adjusted results from continuing operations exclude the Income (Loss) from our equity method investment in Pan.
17. The write-off of General Partnership investment balances during the fourth quarter of 2013 associated with the acquisition of Protego.
18. Reflects an adjustment to eliminate noncontrolling interest related to all Evercore LP partnership units which are assumed to be converted to Class A common stock in the Adjusted presentation.
19. (a) Assumes the vesting, and exchange into Class A shares, of certain Evercore LP partnership units and interests and IPO related restricted stock unit awards and reflects on a weighted average basis, the dilution of unvested service-based awards in the Adjusted presentation. In the computation of outstanding common stock equivalents for U.S. GAAP net income per share, the Evercore LP partnership units are anti-dilutive and the IPO related restricted stock unit awards are excluded from the calculation prior to the June 2011 offering.
19. (b) Assumes the vesting of all Acquisition Related Share Issuances and Unvested Restricted Stock Units granted to Lexicon employees in the Adjusted presentation. In the computation of outstanding common stock equivalents for U.S. GAAP, these Shares and Restricted Stock Units are reflected using the Treasury Stock Method.

EVERCORE
