

Non-GAAP Financial Measures

We report our financial information in accordance with generally accepted accounting principles in the United States (GAAP). However, we present certain financial measures and ratios identified as non-GAAP under the rules of the Securities and Exchange Commission (SEC) to assess our results. We believe the presentation of these non-GAAP financial measures and ratios is useful in order to better understand our financial performance as well as to facilitate the comparison of our results to the results of our peer companies. In addition, management uses these non-GAAP financial measures and ratios to assess the results of our operations. It is important to view non-GAAP financial measures in addition to, rather than as a substitute for, those measures and ratios prepared in accordance with GAAP. We have provided reconciliations of the most directly comparable GAAP measures to our non-GAAP financial measures presented.

Net Debt to EBITDA

Net debt to EBITDA is a useful measure for the Company and its investors to measure the Company's ability to handle its debt burden.

Net debt to EBITDA is defined as net debt divided by EBITDA. Net debt at the end of any reporting period is defined as our current maturities of long-term debt plus long-term debt less our cash and cash equivalents. EBITDA for any reporting period is defined as net income/(loss) from continuing operations before net interest expense, income tax (benefit)/expense and depreciation and amortization.

Our calculation of net debt to EBITDA is considered a non-GAAP financial measure because we calculate the ratio using financial measures that exclude amounts that are included in the most directly comparable GAAP financial measure. For example, we exclude net interest expense, income tax (benefit)/expense and depreciation and amortization from our reported net income/(loss) from continuing operations. Our use of the term net debt to EBITDA may vary from the use of similarly-titled measures by others in our industry due to the potential inconsistencies in the method of calculation and differences due to items subject to interpretation.

(\$ in millions)

	2016
Current maturities of long-term debt	\$ 263
Long-term debt	4,339
Less: Cash and cash equivalents	(887)
<i>Net debt</i>	<u>\$ 3,715</u>
<i>EBITDA</i>	\$ 1,004
<i>Net debt to EBITDA</i>	3.7