

Lantheus Holdings, Inc.
Reconciliation of GAAP to Non-GAAP Financial Measures
(in thousands, except per share data – unaudited)

Three Months Ended

	March 31, 2018			June 30, 2018			September 30, 2018			December 31, 2018		
	GAAP	Adjustments	Non-GAAP Adjusted	GAAP	Adjustments	Non-GAAP Adjusted	GAAP	Adjustments	Non-GAAP Adjusted	GAAP	Adjustments	Non-GAAP Adjusted
Revenues	\$82,630	\$ —	\$82,630	\$85,573		\$85,573	\$88,900		\$88,900	\$86,271		\$86,271
Cost of goods sold ^(a)	40,321	(944)	39,377	41,727	(976)	40,751	44,015	(1,059)	42,956	42,426	(934)	41,492
Gross profit	42,309	944	43,253	43,846	976	44,822	44,885	1,059	45,944	43,845	934	44,779
Operating expenses												
Sales and marketing ^(b)	10,640	(342)	10,298	12,130	(437)	11,693	10,478	(238)	10,240	9,911	(392)	9,519
General and administrative ^(c)	12,543	(1,544)	10,999	11,575	(1,891)	9,684	13,609	(1,720)	11,889	12,440	(1,337)	11,103
Research and development ^(b)	3,989	(319)	3,670	4,215	(371)	3,844	4,316	(395)	3,921	4,551	(402)	4,149
Total operating expenses	27,172	(2,205)	24,967	27,920	(2,699)	25,221	28,403	(2,353)	26,050	26,902	(2,131)	24,771
Operating income	15,137	3,149	18,286	15,926	3,675	19,601	16,482	3,412	19,894	16,943	3,065	20,008
Interest expense	4,050	—	4,050	4,298	—	4,298	4,446	—	4,446	4,611	—	4,611
Other income	(920)	—	(920)	(336)	—	(336)	(799)	—	(799)	(410)	—	(410)
Income before income taxes	12,007	3,149	15,156	11,964	3,675	15,639	12,835	3,412	16,247	12,742	3,065	15,807
Income tax expense ^(d)	3,796	1,055	4,851	2,219	1,795	4,014	3,566	1,153	4,719	(551)	5,092	4,541
Net income	\$ 8,211	\$ 2,094	\$10,305	\$ 9,745	\$ 1,880	\$11,625	\$ 9,269	\$ 2,259	\$11,528	\$13,293	\$ (2,027)	\$11,266
Net income per common share - diluted	\$ 0.21		\$ 0.26	\$ 0.25		\$ 0.30	\$ 0.24		\$ 0.29	\$ 0.34		\$ 0.29
Weighted-average common shares outstanding - diluted	39,493		39,493	39,398		39,398	39,402		39,402	39,492		39,492

- (a) Includes stock and incentive plan compensation and amortization of acquired intangible assets.
- (b) Includes stock and incentive plan compensation.
- (c) Includes stock and incentive plan compensation and campus consolidation costs.
- (d) The income tax effect of the adjustments between GAAP net income and non-GAAP adjusted net income takes into account the tax treatment and related tax rate that apply to each adjustment in the applicable tax jurisdiction as well as the income tax benefit for the release of valuation allowances in Q4 2018.