2Q16 Results Regulation G Financial Reconciliations & Appendix

Charles River Laboratories International, Inc.

August 3, 2016

SCHEDULE 3 FROM 2Q16 PRESS RELEASE RECONCILIATION OF GAAP TO NON-GAAP

SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

(in thousands, except percentages)

Securation Modes and Services			Three Mo	Months Ended			Six Months Ended			
Revenue \$ 125.08 \$ 119.20 \$ 28.30 \$ 21.80 \$ 21.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80 \$ 20.80		June				Jui				
Poperating incomes as 4s of revenue	Research Models and Services	<u>-</u>								
Poperating income as a % of revenue	Revenue	\$	125,058	\$	119,287	\$	248,397	\$	238,676	
Adabash:	Operating income		35,445		33,304		71,831		62,154	
Amortization of intanghè assets related to acquisitions 596 768 1.184 5.34	Operating income as a % of revenue		28.3%		27.9%		28.9%		26.0%	
Sevennee <	Add back:									
Government billing adjustment and related expenses 69 50 128 1.328 Sik consolidation costs, impairments and other item 9 50 1.38 1.328 Total non-GAAP adjustments to operating income \$ 7.73 \$ 1.465 \$ 1.81 \$ 4.04 Operating income, excluding non-GAAP adjustments \$ 3.617 \$ 2.198 \$ 7.728 \$ 6.338 Non-GAAP operating income as a wfo frevenue \$ 5.118 \$ 5.308 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 \$ 1.038 </td <td>Amortization of intangible assets related to acquisitions</td> <td></td> <td>596</td> <td></td> <td></td> <td></td> <td>1,184</td> <td></td> <td>,</td>	Amortization of intangible assets related to acquisitions		596				1,184		,	
Site consolidation costs, impairments and other items 69 50 138 1.3188 Total non-GAAP adjustments to operating income 5 734 \$ 1,455 \$ 1,452 \$ 1,452 \$ 6,633 Operating income, excluding non-GAAP adjustments 28,967 29,196 29,196 29,395 27,386 Depreciation and amortization \$ 5,118 \$ 5,308 \$ 10,008 \$ 11,318 Capital expenditures \$ 5,218 \$ 6,356 \$ 3,348 \$ 10,008 Depreciation and amortization \$ 221,059 \$ 153,375 \$ 370,04 \$ 29,338 Operating income \$ 221,059 \$ 153,375 \$ 370,04 \$ 29,338 Operating income \$ 3,281 28,49 \$ 63,21 \$ 16,65 Operating income as a % of revenue \$ 14,69 \$ 153,375 \$ 10,485 \$ 22,338 Add bace: \$ 20,000 \$ 32,818 \$ 24,99 \$ 16,65 \$ 4,12 \$ 4,069 Severance \$ 4,999 \$ 56 \$ 4,12 \$ 2,02 \$ 2,02 \$ 2,02 \$ 2,02 \$ 2,02 \$ 2,02 <t< td=""><td></td><td></td><td>=</td><td></td><td></td><td></td><td>-</td><td></td><td></td></t<>			=				-			
Total non-GAAP adjustments to operating income S 374 S 1.455 S 1.455 S 4.182										
Operating income, excluding non GAAP adjustments 8 36,179 2 34,759 2 73,282 8 66,338 Non-GAAP operating income as a % of revenue 28,96 29,16 29,16 29,78 27,78 Depreciation and amortization \$ 5,18 \$ 5,308 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,369 \$ 10,368 \$ 10,368 \$ 10,369 \$ 10,368 \$ 10,369 \$ 10,368 \$ 10,369 \$ 10,368 \$ 10,369 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 10,368 \$ 12,368 \$ 10,368 \$ 12,368 \$ 12,	Site consolidation costs, impairments and other items				560		138		1,358	
Non-GAAP operating income as a % of revenue 28.9% 29.1% 29.5% 27.8%	Total non-GAAP adjustments to operating income	\$	734	\$	1,455	\$	1,451	\$	4,182	
Depenciation and amortization S S.118 S S.308 S 10.368 S 10.368 S 9.089 S 2.381 S 6.356 S 3.434 S 9.089 S 2.381 S 6.356 S 3.434 S 9.089 S 2.381 S 2.381 S 2.381 S 2.381 S 3.044 S 9.089 S 2.381 S 3.044 S 3.089 S 3.	Operating income, excluding non-GAAP adjustments	\$	36,179	\$	34,759	\$	73,282	\$	66,336	
Page	Non-GAAP operating income as a % of revenue		28.9%		29.1%		29.5%		27.8%	
Secuence	Depreciation and amortization	\$	5,118	\$	5,308	\$	10,368	\$	11,311	
Revenue	Capital expenditures	\$	2,381	\$	6,356	\$	3,434	\$	9,089	
Operating income or as a % of revenue 32,381 28,149 63,211 51,665 Operating income as a % of revenue 14,6% 18,5% 16,7% 17,6% Add back: 34,00 3,795 10,485 7,220 Severance 4,099 456 4,20 4,75 Operating losses (2) - 7,38 - 1,544 Acquisition related adjustments (3) 2,838 - 3,60 2,5 Site consolidation costs, impairments and other items 121 - 2,154 - Total non-GAAP adjustments to operating income \$ 14,448 \$ 4,989 \$ 20,399 \$ 9,264 Operating income, excluding non-GAAP adjustments \$ 46,829 \$ 31,338 \$ 83,610 \$ 9,264 Operating income as a % of revenue \$ 18,600 \$ 12,124 \$ 3,655 \$ 22,35 Depreciation and amortization \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Capital expenditures \$ 87,938 \$ 69,911 \$ 161,484 \$ 127,92 Revenue \$ 87,938 \$ 69,911	Discovery and Safety Assessment									
Operating income as a % of revenue 14.6% 18.4% 16.7% 17.6% Add back: 7,390 3.795 10,485 7,220 Severance 4,099 456 4,120 4,75 Operating losses (2) - 7,38 - 3,640 2,5 Site consolidation costs, impairments and other items 121 - 2,144 2,049 \$ 2,039 \$ 9,264 Operating income, excluding non-GAAP adjustments \$ 4,642 \$ 3,318 \$ 8,059 \$ 9,264 Operating income, excluding non-GAAP adjustments \$ 4,642 \$ 3,318 \$ 8,050 \$ 0,929 Non-GAAP operating income as a % of revenue \$ 1,860 \$ 12,12 \$ 3,057 \$ 2,351 Capital expenditures \$ 1,860 \$ 12,12 \$ 3,057 \$ 2,351 Capital income as a % of revenue \$ 8,793 \$ 6,911 \$ 16,148 \$	Revenue	\$	221,059	\$	153,375	\$	379,042	\$	293,387	
Add back	1 0		32,381		28,149					
Amortization of intangible assets related to acquisitions 7,390 3,795 10,485 7,220 Severance 4,09 456 4,120 475 Operating losses (2) 2 7,38 2 3,640 25 Site consolidation costs, impairments and other items 121 2 2 2,154 2 Total non-GAAP adjustments to operating income \$ 14,448 \$ 4,989 \$ 83,610 \$ 60,929 Operating income, excluding non-GAAP adjustments \$ 46,829 \$ 33,138 \$ 83,610 \$ 60,929 Non-GAAP operating income as a % of revenue \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Capital expenditures \$ 87,938 \$ 66,911 \$ 30,557 \$ 23,551 Capital expenditures \$ 72,121 20,588 46,736 37,81 Operating income \$ 72,121 20,588 46,736 37,81 Operating income \$ 72,121 20,588 46,736 37,81 Operating income as a % of revenue \$ 37,931 1,154 6,479 2,221 Acquisition			14.6%		18.4%		16.7%		17.6%	
Severance 4,099 456 4,120 475 Operating losses (2) - 738 - 1,544 Acquisition related adjustments (3) 2,838 - 3,640 2,25 Site consolidation costs, impairments and other items 121 - 2,154 - Total non-GAAP adjustments to operating income \$ 14,448 \$ 4,999 \$ 20,399 \$ 2,064 Operating income, excluding non-GAAP adjustments \$ 18,602 \$ 33,138 \$ 38,610 \$ 0,929 Operating income as a % of revenue \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Capital expenditures \$ 4,644 \$ 4,101 \$ 9,351 \$ 9,479 Manufacturing Support Revenue \$ 87,938 \$ 66,911 \$ 161,484 \$ 127,924 Operating income \$ 27,121 20,588 46,736 37,381 Operating income \$ 3,085 \$ 30,88 \$ 28,998 29,298 Add back: \$ 2,112 \$ 2,588 46,736 37,381 Acquisition related adjustments (3)			7 200		2 705		10.495		7 220	
Operating losses (2) 7.8 3.64 1.544 Acquisition related adjustments (3) 2.838 - 3.604 2.5 Site consolidation costs, impairments and other items 121 - 2.154 - Total non-GAAP adjustments to operating income \$ 14,448 \$ 4,989 \$ 20,399 \$ 20,269 Operating income, excluding non-GAAP adjustments \$ 46,829 \$ 33,138 \$ 83,610 \$ 60,929 Non-GAAP operating income as a % of revenue \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Depreciation and amortization \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Capital expenditures \$ 7,938 \$ 66,911 \$ 161,484 \$ 127,924 Manufacturing Support \$ 7,938 \$ 66,911 \$ 161,484 \$ 127,924 Revenue \$ 87,938 \$ 66,911 \$ 161,484 \$ 127,924 Operating income as a % of revenue \$ 3,475 \$ 1,154 \$ 6,479 \$ 22,221 Amortization of intangible assets and inventory step-up related to acquisition \$ 3,475 \$ 1,154 \$ 6,479 \$ 2,221										
Acquisition related adjustments (3) 2,838 - 3,640 2.5 Site consolidation costs, impairments and other items 121 - 2,154 - Total non-GAAP adjustments to operating income \$ 14,448 \$ 4,989 \$ 83,510 \$ 0,926 Operating income, excluding non-GAAP adjustments \$ 46,829 \$ 33,138 \$ 83,510 \$ 0,925 Non-GAAP operating income as a % of revenue \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Depreciation and amortization \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Capital expenditures \$ 87,938 \$ 66,911 \$ 161,484 \$ 177,924 Operating income \$ 87,938 \$ 66,911 \$ 161,484 \$ 177,924 Operating income as a % of revenue \$ 87,938 \$ 66,911 \$ 161,484 \$ 177,924 Operating income as a % of revenue \$ 3,475 1,154 6,479 2,223 Add back: \$ 3,475 1,154 6,479 2,221 Severance \$ 4,90 52,82 677 5,28 Acquisition related adjust			4,055				4,120			
Site consolidation costs, impairments and other items 121 - 2,154 - - 2,154 - - 2,154 - - 2,154 - - 2,154 - - 2,154 - 2,054 - 2,054 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045 - 2,045			2 838				3 640			
Total non-GAAP adjustments to operating income	•									
Operating income, excluding non-GAAP adjustments \$ 46,829 \$ 33,138 \$ 83,610 \$ 60,929 Non-GAAP operating income as a % of revenue 21,2% 21,6% 22,1% 20,8% Depreciation and amortization \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 Capital expenditures \$ 4,644 \$ 4,101 \$ 9,351 \$ 9,479 Manufacturing Support Revenue \$ 87,938 \$ 66,911 \$ 161,484 \$ 127,924 Operating income 27,121 20,588 46,736 37,381 Operating income as a % of revenue 30,8% 30,8% 28,9% 29,2% Add back: 4 4 4 6,479 2,221 Severance - 118 - 295 Acquisition related adjustments (3) 490 528 677 528 Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, ex	*	\$		\$	4 080	\$		\$		
Non-GAAP operating income as a % of revenue 21.2% 21.6% 22.1% 20.8%										
Depreciation and amortization \$ 18,600 \$ 12,412 \$ 30,557 \$ 23,551 \$ Capital expenditures \$ 4,644 \$ 4,101 \$ 9,351 \$ 9,479 \$ \$ \$ \$ \$ \$ \$ \$ \$		3		\$		э		э		
Capital expenditures \$ 4,644 \$ 4,101 \$ 9,351 \$ 9,479 Manufacturing Support Revenue \$ 87,938 \$ 66,911 \$ 161,484 \$ 127,924 Operating income 27,121 20,588 46,736 37,381 Operating income as a % of revenue 30.8% 30.8% 28.9% 22.9% Add back: - - 11.154 6,479 2,221 Severance - 118 - 295 Acquisition related adjustments (3) 490 528 677 528 Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,025 Non-GAAP operating income as a % of revenue \$ 35,4% \$ 33,6% \$ 33,6% \$ 6,977				_		_		_		
Manufacturing Support Revenue \$ 87,938 \$ 66,911 \$ 161,484 \$ 127,924 Operating income 27,121 20,588 46,736 37,381 Operating income as a % of revenue 30.8% 30.8% 28.9% 29.2% Add back: - A mortization of intangible assets and inventory step-up related to acquisitions 3,475 1,154 6,479 2,221 Severance - 1118 - - 295 Acquisition related adjustments (3) 490 528 677 528 677 528 528 Site consolidation costs, impairments and other items 72 - - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,1800 \$ 7,457 \$ 3,044 3,044 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 3,044 Non-GAAP operating income as a % of revenue 35,49 \$ 33,5% \$ 33,6% \$ 31,6% 31,6%										
Revenue \$ 87,938 \$ 66,911 \$ 161,484 \$ 127,924 Operating income 27,121 20,588 46,736 37,381 Operating income as a % of revenue 30.8% 30.8% 28.9% 29.2% Add back: **** Amortization of intangible assets and inventory step-up related to acquisitions 3,475 1,154 6,479 2,221 Severance - 1118 - 2.255 Acquisition related adjustments (3) 490 528 677 528 Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue \$ 35,4% \$ 33,5% \$ 33,6% \$ 31,6%	Capital expenditures	\$	4,644	\$	4,101	\$	9,351	\$	9,479	
Operating income 27,121 20,588 46,736 37,381 Operating income as a % of revenue 30.8% 30.8% 28.9% 29.2% Add back: - - 1.154 6.479 2,221 Amortization of intangible assets and inventory step-up related to acquisitions 3,475 1,154 6,479 2,221 Severance - 1118 - 295 Acquisition related adjustments (3) 490 528 677 528 Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue 35.4% 33.5% 33.6% 31.6%	·			_						
Operating income as a % of revenue 30.8% 30.8% 28.9% 29.2% Add back:		\$		\$		\$		\$		
Add back: 3,475 1,154 6,479 2,221 Severance - 118 - 295 Acquisition related adjustments (3) 490 528 677 528 Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue 35,4% 33,5% 33,6% 31,6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977										
Severance - 118 - 295 Acquisition related adjustments (3) 490 528 677 528 Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue 35.4% 33.5% 33.6% 31.6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977			30.8%		30.8%		28.9%		29.2%	
Acquisition related adjustments (3) 490 528 677 528 Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue 35.4% 33.5% 33.6% 31.6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977			3,475		1,154		6,479		2,221	
Site consolidation costs, impairments and other items 72 - 301 - Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue 35,4% 33,5% 33,6% \$ 31,6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977	Severance		-		118		-		295	
Total non-GAAP adjustments to operating income \$ 4,037 \$ 1,800 \$ 7,457 \$ 3,044 Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue 35.4% 33.5% 33.6% 31.6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977	Acquisition related adjustments (3)		490		528		677		528	
Operating income, excluding non-GAAP adjustments \$ 31,158 \$ 22,388 \$ 54,193 \$ 40,425 Non-GAAP operating income as a % of revenue 35.4% 33.5% 33.6% 31.6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977	Site consolidation costs, impairments and other items		72		=		301		=	
Non-GAAP operating income as a % of revenue 35.4% 33.5% 33.6% 31.6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977	Total non-GAAP adjustments to operating income	\$	4,037	\$	1,800	\$	7,457	\$	3,044	
Non-GAAP operating income as a % of revenue 35.4% 33.5% 33.6% 31.6% Depreciation and amortization \$ 6,525 \$ 3,649 \$ 12,501 \$ 6,977	Operating income, excluding non-GAAP adjustments	\$	31,158	\$	22,388	\$	54,193	\$	40,425	
			35.4%		33.5%		33.6%		31.6%	
Capital expenditures \$ 4,256 \$ 1,770 \$ 6,385 \$ 3,336	Depreciation and amortization	\$	6,525	\$	3,649	\$	12,501	\$	6,977	
	Capital expenditures	\$	4,256	\$	1,770	\$	6,385	\$	3,336	



SCHEDULE 3 FROM 2Q16 PRESS RELEASE RECONCILIATION OF GAAP TO NON-GAAP

SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

	Three Months Ended				nded			
	Ju	ne 25, 2016	J	June 27, 2015	Ju	me 25, 2016		June 27, 2015
CONTINUED FROM PREVIOUS SLIDE								
Unallocated Corporate Overhead	\$	(36,886)	\$	(26,306)	\$	(72,245)	\$	(52,460)
Add back:								
Severance and executive transition costs		-		51		-		977
Acquisition related adjustments (3)		7,260		3,956		11,023	_	3,594
Total non-GAAP adjustments to operating expense	\$	7,260	\$	4,007	\$	11,023	\$	4,571
Unallocated corporate overhead, excluding non-GAAP adjustments	\$	(29,626)	\$	(22,299)	\$	(61,222)	\$	(47,889)
Total								
Revenue	\$	434,055	\$	339,573	\$	788,923	\$	659,987
Operating income		58,061		55,735		109,533		98,740
Operating income as a % of revenue		13.4%		16.4%		13.9%		15.0%
Add back:								
Amortization of intangible assets and inventory step-up related to acquisitions		11,461		5,717		18,148		10,975
Severance and executive transition costs		4,099		705		4,120		2,746
Operating losses (2)		-		738		-		1,544
Acquisition related adjustments (3)		10,588		4,484		15,340		4,147
Government billing adjustment and related expenses		69		47		129		291
Site consolidation costs, impairments and other items		262		560		2,593		1,358
Total non-GAAP adjustments to operating income	\$	26,479	\$	12,251	\$	40,330	\$	21,061
Operating income, excluding non-GAAP adjustments	\$	84,540	\$	67,986	\$	149,863	\$	119,801
Non-GAAP operating income as a % of revenue		19.5%		20.0%		19.0%		18.2%
Depreciation and amortization	\$	32,353	\$	23,148	\$	57,008	\$	45,516
Capital expenditures	\$	11,791	\$	13,908	\$	20,041	\$	24,556

- (1) Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often-one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.
- (2) This item includes operating losses related primarily to the Company's Shrewsbury, Massachusetts facility.
- (3) These adjustments are related to the evaluation and integration of acquisitions, which primarily include transaction, third-party integration, and certain compensation costs, and fair value adjustments associated with contingent consideration.

SCHEDULE 4 FROM 2Q16 PRESS RELEASE

RECONCILIATION OF GAAP EARNINGS TO NON-GAAP EARNINGS (UNAUDITED)⁽¹⁾

(in thousands, except per share data)

	Three Months Ended				Six Mont	hs l	ns Ended		
		Tune 25, 2016		June 27, 2015		June 25, 2016		June 27, 2015	
Net income attributable to common shareholders	\$	35,207		48,509	\$	72,350	\$	80,050	
Less: Income (loss) from discontinued operations, net of income taxes		(12)	_	7	_	14	_	14	
Net income from continuing operations attributable to common shareholders Add back:		35,195		48,516		72,364		80,064	
Non-GAAP adjustments to operating income (Refer to Schedule 3) Reversal of an indemnification asset associated with acquisition and		26,479		12,251		40,330		21,061	
corresponding interest (2)		-		-		-		10,411	
Write-off of deferred financing costs and fees related to debt financing		1,449		733		1,449		733	
Gain on bargain purchase (3) Taxeffect of non-GAAP adjustments:		-		(9,878)		-		(9,878)	
Reversal of uncertain tax position associated with acquisition and correspondi	i	-		-		-		(10,411)	
Tax effect of the remaining non-GAAP adjustments		(5,767)	_	(5,861)		(10,249)		(8,618)	
Net income from continuing operations attributable to common shareholders, excluding non-GAAP adjustments	\$	57,356	\$	45,761	\$	103,894	\$	83,362	
Weighted average shares outstanding - Basic Effect of dilutive securities:		47,061		46,675		46,852		46,712	
Stock options, restricted stock units, performance share units and restricted									
stock		858		875		939		1,006	
Weighted average shares outstanding - Diluted		47,919	=	47,550	_	47,791	_	47,718	
Basic earnings per share from continuing operations	\$	0.75	\$	1.04	\$	1.54	\$	1.71	
Diluted earnings per share from continuing operations	\$	0.73	\$	1.02	\$	1.51	\$	1.68	
Basic earnings per share from continuing operations, excluding non-GAAP									
adjustments	\$	1.22	\$	0.98	\$	2.22	\$	1.78	
Diluted earnings per share from continuing operations, excluding non-GAAP adjustments	\$	1.20	\$	0.96	\$	2.17	\$	1.75	

- (1) Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often-one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.
- (2) These amounts represent the reversal of an uncertain tax position and an offsetting indemnification asset related to the acquisition of BioFocus.
- (3) The amounts relate to the acquisition of Sunrise Farms, Inc. and represents the excess of the estimated fair value of the net assets acquired over the purchase price.



CHARLES RIVER LABORATORIES INTERNATIONAL, INC. RECONCILIATION OF GAAP TO NON-GAAP REVENUE GROWTH (UNAUDITED) EXCLUDING THE IMPACT OF FOREIGN EXCHANGE AND ACQUISITIONS

For the Three Months Ended June 25, 2016

For the three months ended June 25, 2016	Total CRL	RMS Segment	DSA Segment	MS Segment
Revenue growth, reported	27.8%	4.8%	44.1%	31.4%
Impact of foreign exchange	(0.4%)	0.8%	(1.5%)	0.1%
Non-GAAP revenue growth, constant currency	28.2%	4.0%	45.6%	31.3%
Impact of acquisitions	19.4%	0.0%	35.0%	18.4%
Organic revenue growth, constant currency (Non-GAAP)	8.7%	4.0%	10.6%	12.9%

CHARLES RIVER LABORATORIES INTERNATIONAL, INC. RECONCILIATION OF GAAP TO NON-GAAP REVENUE AND EARNINGS PER SHARE (EPS) Guidance for the Twelve Months Ended December 31, 2016E

	2016E Guid	dance
	REVISED	PRIOR
Revenue growth, reported	20%-23.5%	19%-22.5%
Less: Unfavorable impact of foreign exchange	(~1%)	(~1%)
Revenue growth, constant currency	21%-24.5%	20%-23.5%
Less: Impact of acquisitions	14%-15.5%	14%-15.5%
Organic revenue growth, constant currency (Non-GAAP)	7%-9%	6%-8%
GAAP EPS estimate (1)	\$3.15-\$3.25	\$3.39-\$3.57
Add back:		
Amortization of intangible assets (2)	\$0.60	\$0.55-\$0.60
Charges related to global efficiency initiatives (3)	\$0.20	\$0.03
Acquisition-related adjustments (4)	\$0.45	\$0.30
Non-GAAP EPS estimate	\$4.40-\$4.50	\$4.32-\$4.45

- (1) GAAP EPS includes an estimate of approximately \$0.20 for the impact of amortization of intangible assets related to the WIL Research acquisition based on the preliminary purchase price allocation.
- (2) Amortization of intangible assets includes an estimate of approximately \$0.20 for the impact of the WIL Research acquisition based on the preliminary purchase price allocation. This item also includes amortization of an inventory fair value adjustment related to the Celsis acquisition of \$0.02 per share.
- (3) These charges relate primarily to the Company's planned efficiency initiatives in 2016, including site consolidation costs, asset impairments, and severance. Other projects in support of the global productivity and efficiency initiatives are expected, but these charges reflect only the decisions that have already been finalized.
- (4) These adjustments are related to the evaluation and integration of acquisitions, and primarily include transaction, advisory, and certain third-party integration costs, as well as certain costs associated with acquisition-related efficiency initiatives. These adjustments also include the write-off of deferred financing costs and associated fees related to debt financing.



CHARLES RIVER LABORATORIES INTERNATIONAL, INC. RECONCILIATION OF FREE CASH FLOW (NON-GAAP)

(dollars in thousands)

		Three Months Ended Six Months Ended			Three Months Ended			hree Months Ended Six			Fiscal Year Ended						
	J	une 25, 2016	J	June 27, 2015	M	March 26, 2016		/		,		,				arch 28, 2015	December 31, 2016E
Net cash provided by operating activities	\$	77,978	\$	86,354	\$	116,517	\$	97,606	\$315,000-\$325,000								
Less: Capital expenditures		(11,791)		(13,908)		(20,041)		(24,556)	Less than (80,000)								
Free cash flow	\$	66,187	\$	72,446	\$	96,476	\$	73,050	\$235,000-\$245,000								

CHARLES RIVER LABORATORIES INTERNATIONAL, INC. RECONCILIATION OF GAAP TO NON-GAAP NET INTEREST EXPENSE

(dollars in thousands)

	Three Months Ended								
	June 25, 2016		,			June 27, 2015			
GAAP Interest Expense, net	\$	8,687	\$	3,948	\$	4,079			
Exclude:									
Write-off of deferred financing costs and fees related to debt financing		(1,449)		-		(733)			
Non-GAAP Interest Expense, net	\$	7,238	\$	3,948	\$	3,346			

CHARLES RIVER LABORATORIES INTERNATIONAL, INC. RECONCILIATION OF GAAP TAX RATE TO NON-GAAP TAX RATE (UNAUDITED) (1)

(in thousands)

	Three Months Ended				Six Mont	ths Ended		
	<u>June</u>	<u>25, 2016</u>	June	27, 2015	<u>June</u>	25, 2016	June 2	<u>27, 2015</u>
Income from continuing operations before income taxes & noncontrolling interest	\$	54,390	\$	60,328	\$	105,940	\$	92,280
Add back:								
Amortization of intangible assets and inventory step-up related to acquisitions		11,461		5,717		18,148		10,975
Severance and executive transition costs		4,099		705		4,120		2,746
Operating losses (2)		-		738		-		1,544
Acquisition related adjustments (3)		10,588		4,484		15,340		4,147
Government billing adjustment and related expenses		69		47		129		291
Site consolidation costs, impairments and other items		262		560		2,593		1,358
Write-off of deferred financing costs and fees related to debt refinancing		1,449		733		1,449		733
Reversal of indemnification asset associated with acquisition and corresponding interest (4)		-		-		-		10,411
Gain on bargain purchase (5)		-		(9,878)		-		(9,878)
Income before income taxes & noncontrolling interest, excluding specified charges (Non-GAAP)	\$	82,318	\$	63,434	\$	147,719	\$	114,607
Provision for income taxes (GAAP)	\$	18,845	\$	11,076	\$	32,820	\$	11,407
Tax effect from reversal of uncertain tax position associated with acquisition and corresponding interest (4)		_		_		_		10,411
Tax effect of the remaining non-GAAP adjustments		5,767		5,861		10,249		8,618
Provision for income taxes (Non-GAAP)	\$	24,612	\$	16,937	\$	43,069	\$	30,436
Total rate (GAAP)		34.6%		18.4%		31.0%		12.4%
Total rate, excluding specified charges (Non-GAAP)		29.9%		26.7%		29.2%		26.6%

- (1) Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often-one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.
- (2) This item includes operating losses related primarily to the Company's Shrewsbury, Massachusetts facility.
- (3) These adjustments are related to the evaluation and integration of acquisitions, which primarily include transaction, third-party integration, and certain compensation costs, and fair value adjustments associated with contingent consideration.
- (4) These amounts represent the reversal of an uncertain tax position and an offsetting indemnification asset related to the acquisition of BioFocus.
- (5) The amounts relate to the acquisition of Sunrise Farms, Inc. and represents the excess of the estimated fair value of the net assets acquired over the preliminary purchase price.



SCHEDULE 3 FROM 1Q16 PRESS RELEASE RECONCILIATION OF GAAP TO NON-GAAP

SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

(in thousands, except percentages)

	Three	Months Ended
	Mare	ch 26, 2016
esearch Models and Services		
Revenue	\$	124,01
Operating income		36,53
Operating income as a % of revenue		29.5
Add back:		
Amortization of intangible assets related to acquisitions		58
Government billing adjustment and related expenses		6
Site consolidation costs, impairments and other items		6
Total non-GAAP adjustments to operating income	\$	71
Operating income, excluding non-GAAP adjustments	\$	37,25
Non-GAAP operating income as a % of revenue		30.0
Depreciation and amortization	\$	5,28
Capital expenditures	\$	1,05
iscovery and Safety Assessment		
Revenue	\$	157,98
Operating income		30,83
Operating income as a % of revenue		19.5
Add back:		
Amortization of intangible assets related to acquisitions		3,09
Severance		2
Acquisition related adjustments (2)		80
Site consolidation costs, impairments and other items		2,03
Total non-GAAP adjustments to operating income	\$	5,95
Operating income, excluding non-GAAP adjustments	\$	36,78
Non-GAAP operating income as a % of revenue		23.3
Depreciation and amortization	\$	11,95
Capital expenditures	\$	4,70
lanufacturing Support		
Revenue	\$	72,87
Operating income		19,46
Operating income as a % of revenue		26.7
Add back:		
Amortization of intangible assets and inventory step-up related to acquisitions		3,00
Acquisition related adjustments (2)		18
Site consolidation costs, impairments and other items		22
Total non-GAAP adjustments to operating income	\$	3,42
Operating income, excluding non-GAAP adjustments	\$	22,88
Non-GAAP operating income as a % of revenue		31.4
Depreciation and amortization	\$	5,94
Capital expenditures	\$	2,12

SCHEDULE 3 FROM 1Q16 PRESS RELEASE RECONCILIATION OF GAAP TO NON-GAAP

SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

	Three 1	Months Ended
	Marc	ch 26, 2016
CONTINUED FROM PREVIOUS SLIDE		
Unallocated Corporate Overhead	\$	(35,359)
Add back:		
Acquisition related adjustments (2)		3,763
Total non-GAAP adjustments to operating expense	\$	3,763
Unallocated corporate overhead, excluding non-GAAP adjustments	\$	(31,596)
Total		
Revenue	\$	354,868
Operating income		51,472
Operating income as a % of revenue		14.5%
Add back:		
Amortization of intangible assets and inventory step-up related to acquisitions		6,687
Severance and executive transition costs		21
Acquisition related adjustments (2)		4,752
Government billing adjustment and related expenses		60
Site consolidation costs, impairments and other items		2,331
Total non-GAAP adjustments to operating income	\$	13,851
Operating income, excluding non-GAAP adjustments	\$	65,323
Non-GAAP operating income as a % of revenue		18.4%
Depreciation and amortization	\$	24,655
Capital expenditures	\$	8,250

- (1) Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often-one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.
- (2) These adjustments are related to the evaluation and integration of acquisitions, which primarily include transaction, third-party integration, and certain compensation costs, and fair value adjustments associated with contingent consideration.

SCHEDULE 4 FROM 1Q16 PRESS RELEASE

RECONCILIATION OF GAAP EARNINGS TO NON-GAAP EARNINGS (UNAUDITED)⁽¹⁾

(in thousands, except per share data)

	 Months Ended h 26, 2016
Net income attributable to common shareholders	\$ 37,143
Less: Loss from discontinued operations, net of income taxes	 26
Net income from continuing operations attributable to common shareholders Add back:	37,169
Non-GAAP adjustments to operating income (Refer to Schedule 3)	13,851
Tax effect of non-GAAP adjustments:	
Tax effect of the remaining non-GAAP adjustments	 (4,482)
Net income from continuing operations attributable to common shareholders, excluding non-GAAP adjustments	 46,538
Weighted average shares outstanding - Basic	46,642
Effect of dilutive securities:	
Stock options, restricted stock units, performance share units and restricted stock	 975
Weighted average shares outstanding - Diluted	 47,617
Basic earnings per share from continuing operations	\$ 0.80
Diluted earnings per share from continuing operations	\$ 0.78
Basic earnings per share from continuing operations, excluding non-GAAP adjustments	\$ 1.00
Diluted earnings per share from continuing operations, excluding non-GAAP adjustments	\$ 0.98

- (1) Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often-one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.
- (2) These amounts represent the reversal of an uncertain tax position and an offsetting indemnification asset related to the acquisition of BioFocus.



CHARLES RIVER LABORATORIES INTERNATIONAL, INC. RECONCILIATION OF GAAP TAX RATE TO NON-GAAP TAX RATE (UNAUDITED)⁽¹⁾

(in thousands)

	Three M	Months Ended
	Marc	h 26, 2016
Income from continuing operations before income taxes & noncontrolling interest	\$	51,550
Add back:		
Amortization of intangible assets and inventory step-up related to acquisitions		6,687
Severance and executive transition costs		21
Site consolidation costs, impairments and other items		2,331
Acquisition related adjustments (2)		4,752
Government billing adjustment and related expenses		60
Income before income taxes & noncontrolling interest, excluding specified charges (Non-GAAP)	\$	65,401
Provision for income taxes (GAAP)	\$	13,975
Tax effect on non-GAAP adjustments		4,482
Provision for income taxes (Non-GAAP)	\$	18,457
Total rate (GAAP)		27.1%
Total rate, excluding specified charges (Non-GAAP)		28.2%

- (1) Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often-one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.
- (2) These adjustments are related to the evaluation and integration of acquisitions, which primarily include transaction, third-party integration, and certain compensation costs, and fair value adjustments associated with contingent consideration.

Appendix

Supplemental Schedules

Prior Periods Recast for Business Segment Revision

Minor Services Reclassification from Research Models & Services Segment to Manufacturing Support Segment

SUPPLEMENTAL SCHEDULE: PRIOR PERIODS RECAST FOR BUSINESS SEGMENT REVISION SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

(in thousands, except percentages)

Perserch Models and Services (中の日本)						Three !	Months Ended				
Revenue \$ 113,80 \$ 113,80 \$ 117,804 \$ 113,80 \$ 2,335 Operating income 28,20 27,90 26,70 24,10 25,00 Operating income as a for fevenue 24,20 27,90 26,70 24,10 25,00 Add basic 90 80 757 70 28 Sevenue 90 80 157 140 18 Sevenue 90 80 140 44 141 10 60 Sevenue 24 47 44 141 10 60 Sic consolidation costs, imprimensa and other feetus 2,3272 \$1,357 \$1,350 \$1,350 \$1,357 \$1,350 \$1,357 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350 \$1,350		Marc	ch 28, 2015	Ju	ne 27, 2015	Septem	ber 26, 2015	Decemb	er 26, 2015	Marc	:h 26, 2016
Operating income as % of revenue 24.80 33.30 31.427 27.90 28.80 Operating income as % of revenue 24.20 27.90 26.70 24.10 25.90 Administration of intanghle assets related to acquisitions 76 76 78 77 9.00 58 Severance 99 9 90 167 121 6 6 6 26 167 112 6 6 6 26 167 141 6 6 6 26 141 6 6 6 26 141 6 6 6 20 141 6 6 20 141 6 6 20 141 6 6 20 141 6 6 20 141 6 20 141 6 20 141 8 20 141 8 20 141 141 6 20 20 20 20 20 20 20 20 20	Research Models and Services										
Open claim in some as so for evenue 42,00 26,00 26,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00 28,00		\$. ,	\$		\$		\$	- , -	\$	
Amitriation of intangible assets related to acquisitions Amitriation of intangible assets related to acquisitions Six consolidation costs, impairments and other kens Covernment billing adjustment and related expenses Covernment to operating income Six consolidation costs, impairments not other kens Covernment construction of the kens Covernment as % of revenue Covernment as %	. 9										
Anomization of intangible assets related to acquisitions 766 778 777 702 38 Sevenmen billing adjustment and related expenses 244 47 45 141 60 Total non-GAAP disjuttments to opening income 2247 1418 9 70 1418 9 Total a tome AAP disjuttments to opening income 22727 1418 9 20 20 20 3 10 3 10 3 10 3 10 3 10 3 10 3 10 3 10 3 3 3 2 25 3 10 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 3 <td< td=""><td></td><td></td><td>24.2%</td><td></td><td>27.9%</td><td></td><td>26.7%</td><td></td><td>24.1%</td><td></td><td>29.5%</td></td<>			24.2%		27.9%		26.7%		24.1%		29.5%
Seewerence 919 80 167 112 - Government billing adjistment and related expenses 2,82 356 3,73 418 0 Site consolidation costs, impairments and other kens 2,82 3,232 1,445 9,100 3,152 3,710 Opening income, excluding non GAAP adjustments 5,32,73 2,145 9,200 2,253 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 3,000 <td></td>											
Concess Conc											588
Sign consolitation consts, impairments and other items 788 509 57 418 0m Total non-GAAP adjustments to openiting income \$ 2,272 \$ 1,455 \$ 1,255 \$ 2,275 \$ 3,157 \$ 2,265 \$ 2,205 \$ 3,107 Openiting income, excluding non-GAAP adjustments \$ 3,157 \$ 6,003 \$ 5,036 \$ 2,256 \$ 2,308 Coprate expenditures \$ 6,003 \$ 5,308 \$ 5,202 \$ 5,202 \$ 1,002 Copratia admonitization \$ 6,003 \$ 6,358 \$ 3,202 \$ 5,202 \$ 1,002 Coprating income as a % of revenue \$ 140,012 \$ 133,01 \$ 3,10 \$ 1,598 Opening income as a % of revenue \$ 140,012 \$ 1,848 \$ 2,20 \$ 2,15 \$ 1,998 Opening income as a % of revenue \$ 3,425 \$ 3,402 \$ 3,337 \$ 3,005 Opening income as a % of revenue \$ 3,425 \$ 3,795 \$ 3,421 \$ 3,337 \$ 3,005 Opening income as a % of revenue \$ 2,20 \$ 3,337 \$ 3,305 \$ 3,20 \$ 3,20											-
Total non-GAAP adjustments to operating income \$ 2,772 \$ 1,458 \$ 1,000 \$ 1,522 \$ 7,77											
Depreciation income. eccluding non-GAP adjustments S 31,577 S 34,799 S 32,483 S 28,915 S 37,103 Non-GAAP operating income as a % of revenue 26,648 29,19 27,59 2,548 30,158 Depreciation and amortization S 6,003 S 5,308 S 5,279 S 5,936 S 5,220 Depreciation and amortization S 6,003 S 5,308 S 3,022 S 5,936 S 5,287 S 1,053 Discovery and Safety Assessment Revenue	Site consolidation costs, impairments and other items		798		560		57		418		69
Non-GAAP operating income as a % of revenue 26.4% 29.1% 27.5% 25.4% 30.1%	Total non-GAAP adjustments to operating income	\$	2,727	\$	1,455	\$	1,026	\$	1,523	\$	717
Depreciation and amortization S 6,003 S 5,208 S 5,279 S 5,936 S 5,279 S 1,053	Operating income, excluding non-GAAP adjustments	\$	31,577	\$	34,759	\$	32,453	\$	28,915	\$	37,103
Capital expenditures	Non-GAAP operating income as a % of revenue		26.4%		29.1%		27.5%		25.4%		30.1%
Discovery and Safety Assessment Revenue \$ 14,01012 \$ 153,375 \$ 158,272 \$ 16,0514 \$ 157,983 \$ 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079 0,079	Depreciation and amortization	\$	6,003	\$	5,308	\$	5,279	\$	5,936	\$	5,250
Revenue \$ 14,0102 \$ 153,375 \$ 158,272 \$ 160,514 \$ 30,808 Operating income as a % of revenue 23,516 28,149 32,109 37,125 30,808 Add back: 3425 3,875 3,812 23,318 3,005 Add back: 3425 3,705 3,412 3,337 3,005 Severance 199 456 299 3,545 2.0 Operating losses (2) 806 788 1,319 2,654 2.0 Acquisition related adjustments (3) 25 - - - - 2,033 Total non-GAAP adjustments to operating income \$ 4,275 \$ 4,989 \$ 5,105 \$ 5,535 \$ Operating income, excluding non-GAAP adjustments \$ 27,71 \$ 3,318 \$ 3,626 \$ 3,537 \$ 1,679 \$ 1,679 \$ 1,679 \$ 1,679 \$ 1,679 \$ 1,679	Capital expenditures	\$	2,733	\$	6,356	\$	3,022	\$	5,287	\$	1,053
Operating income so we of revenue 23,516 28,149 33,101 37,125 30,803 Operating income as a w of revenue 16,8% 18,4% 21,0% 23,1% 19,5% Add back: 34,25 3,795 3,412 3,337 3,095 Severance 19 456 2,29 354 2.1 Operating losses (2) 806 738 1,319 2,645 2.2 Acquisition related adjustments (3) 25 - 155 84 80 Size consolidation costs, impainments and other items - - - - - - 2033 Total non-GAAP adjustments to operating income \$ 4,275 \$ 4,989 \$ 5,105 \$ 6,429 \$ 5,595 Operating income, excluding non-GAAP adjustments \$ 27,79 \$ 33,138 \$ 38,206 \$ 43,554 \$ 36,781 Non-GAAP operating income as a % of revenue \$ 11,139 \$ 12,412 \$ 11,609 \$ 11,752 \$ 11,957 Capital expenditures \$ 6,911 \$ 73,299 \$ 79,495 \$ 73,546	Discovery and Safety Assessment										
Poperating income as a % of revenue 16.8% 18.4% 21.0% 23.1% 19.5% Add back:	Revenue	\$	140,012	\$	153,375	\$	158,272	\$	160,514	\$	157,983
Add back: Amortization of intangible assets related to acquisitions \$\frac{3}{425}\$ \$ 3.795 \$ 3.412 \$ 3.337 \$ 3.095 \$ Severance \$\frac{1}{9}\$ \$ 456 \$ 239 \$ 3.345 \$ 21 \$ 21 \$ 20 \$ 21 \$ 21 \$ 20 \$ 21 \$ 20 \$ 21 \$ 20 \$ 21 \$ 20 \$ 21 \$ 20 \$ 21 \$ 20 \$ 21 \$ 20 \$ 20	Operating income		23,516		28,149		33,191		37,125		30,830
Amortization of intangible assets related to acquisitions 3,425 3,795 3,412 3,337 3,095 Severance 19 456 239 354 21 Operating boses (2) 806 738 1,319 2,664 80 Acquisition related adjustments (3) 25 - 135 84 80 Six consolidation costs, impairments and other items - - - - - - 2,033 Total non-GAAP adjustments to operating income \$ 4,275 \$ 4,989 \$ 5,100 \$ 6,429 \$ 5,951 Operating income, excluding non-GAAP adjustments \$ 27,791 \$ 33,138 \$ 38,296 \$ 43,554 \$ 5,6781 Non-GAAP Operating income as a % of revenue 19,8% \$ 12,412 \$ 11,509 \$ 11,752 \$ 11,957 Capital expenditures \$ 11,139 \$ 12,412 \$ 11,509 \$ 11,552 \$ 11,957 Capital expenditures \$ 61,013 \$ 6,911 \$ 73,299 \$ 79,495 \$ 73,546 Operating income \$ 61,023 \$ 66,911 \$ 73,299			16.8%		18.4%		21.0%		23.1%		19.5%
Severance											
Operating losses (2) 806 738 1,319 2,654 Acquisition related adjustments (3) 2 - 135 84 802 Site consolidation cotsts, impairments and other items - - - - - - 2.033 Total non-GAAP adjustments to operating income \$ 4,275 \$ 4,989 \$ 5,105 \$ 6,429 \$ 36,781 Operating income, excluding non-GAAP adjustments \$ 27,791 \$ 33,138 \$ 38,206 \$ 43,554 \$ 36,781 Non-GAAP operating income as a % of revenue \$ 11,139 \$ 12,412 \$ 11,509 \$ 11,575 \$ 3,075 Capital expenditures \$ 5,378 \$ 4,010 \$ 4,277 \$ 16,577 \$ 4,070 Manufacturing Support Revene \$ 61,013 \$ 66,911 \$ 73,299 \$ 79,455 \$ 73,546 Operating income \$ 16,793 20,588 18,491 18,803 19,615 Operating income \$ 27,59 30,898 25,29 23,79 26,79 Add bact \$ 27,59			-,-								- ,
Acquisition related adjustments (3) 25											21
Sie consolidation costs, impairments and other items — — — — — — 2.033 Total non-GAAP adjustments to operating income. \$ 4,275 \$ 4,989 \$ 5,105 \$ 6,429 \$ 5,51 Operating income, excluding non-GAAP adjustments \$ 27,791 \$ 33,138 \$ 38,206 \$ 43,554 \$ 36,781 Non-GAAP operating income as a % of revenue 19.8% 21.6% 24.2% 27.1% 23.3% Depreciation and amortization \$ 11,139 \$ 12,412 \$ 11,509 \$ 11,522 \$ 11,597 Capital expenditures \$ 5,378 \$ 4,101 \$ 4,277 \$ 16,577 \$ 4,707 Manufacturing Support Revenue \$ 61,013 \$ 66,911 \$ 73,299 \$ 79,495 \$ 73,546 Operating income 2 67,93 20,588 18,491 18,803 19,615 Operating income as a % of revenue 2 75,8 30,88 25,29 23,7% 26,7% Ado back: Total non-intentition of intangible assets and inventory step-up related to acquisitions 1,067 1,154 4,42					738						-
Total non-GAAP adjustments to operating income S 4,275 S 4,989 S 5,105 S 6,429 S 5,951			25		-		135		84		
Operating income, excluding non-GAAP adjustments \$ 27.791 \$ 33,138 \$ 38,296 \$ 43,554 \$ 36,781 Non-GAAP operating income as a % of revenue 19,8% 21,6% 24,2% 27,1% 23,3% Depreciation and amortization \$ 11,139 \$ 12,412 \$ 11,509 \$ 11,752 \$ 11,957 Capital expenditures \$ 5,378 \$ 4,101 \$ 4,277 \$ 16,577 \$ 4,707 Manufacturing Support Revenue \$ 61,013 \$ 66,911 \$ 73,299 \$ 79,495 \$ 73,546 Operating income 16,793 20,588 18,491 18,803 19,615 Operating income as a % of revenue 27,5% 30,8% 25,2% 23,7% 26,7% Add back: 1,067 1,154 4,429 5,672 3,004 Severance 177 1118 961 384 Acquisition related adjustments (3) - 528 483 1,582 187 Site consolidation costs, impairments and other items 528 483 1,582 187											2,033
Non-GAAP operating income as a % of revenue 19.8% 21.6% 24.2% 27.1% 23.3%	Total non-GAAP adjustments to operating income	\$	4,275	\$	4,989	\$	5,105	\$	6,429	\$	5,951
Depreciation and amortization	Operating income, excluding non-GAAP adjustments	\$	27,791	\$	33,138	\$	38,296	\$	43,554	\$	36,781
Capital expenditures \$ 5,378 \$ 4,101 \$ 4,277 \$ 16,577 \$ 4,707 Manufacturing Support Revenue \$ 61,013 \$ 66,911 \$ 73,299 \$ 79,495 \$ 73,546 Operating income 16,793 20,588 18,491 18,803 19,615 Operating income as a % of revenue 27.5% 30.8% 25.2% 23.7% 26.7% Add back: Amortization of intangible assets and inventory step-up related to acquisitions 1,067 1,154 4,429 5,672 3,004 Severance 177 1118 961 384 Acquisition related adjustments (3) 528 483 1,582 187 Site consolidation costs, impairments and other items 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,304 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue	Non-GAAP operating income as a % of revenue		19.8%		21.6%		24.2%		27.1%		23.3%
Manufacturing Support Revenue \$ 61,013 \$ 66,911 \$ 73,299 \$ 79,495 \$ 73,546 Operating income 16,793 20,588 18,491 18,803 19,615 Operating income as a % of revenue 27.5% 30.8% 25.2% 23,7% 26,7% Add back: 30.8% 25.2% 5,672 3,004 Severance 177 118 961 384 Acquisition related adjustments (3) - 528 483 1,582 187 Site consolidation costs, impairments and other items - - - - 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,573 \$ 5,573 \$ 5,573 \$ 5,573 \$ 5,573 \$ 5,573 \$ 5,575 \$ 5,575	Depreciation and amortization	\$	11,139	\$	12,412	\$	11,509	\$	11,752	\$	11,957
Revenue \$ 61,013 \$ 66,911 \$ 73,299 \$ 79,495 \$ 73,546 Operating income 16,793 20,588 18,491 18,803 19,615 Operating income as a % of revenue 27,5% 30,8% 25,2% 23,7% 26,7% Add back: Add back: Amortization of intangible assets and inventory step-up related to acquisitions 1,067 1,154 4,429 5,672 3,004 Severance 177 1118 961 384 Acquisition related adjustments (3) - 528 483 1,582 187 Site consolidation costs, impairments and other items - - - - 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,	Capital expenditures	\$	5,378	\$	4,101	\$	4,277	\$	16,577	\$	4,707
Operating income 16,793 20,588 18,491 18,803 19,615 Operating income as a % of revenue 27.5% 30.8% 25.2% 23.7% 26.7% Add back: Amortization of intangible assets and inventory step-up related to acquisitions 1,067 1,154 4,429 5,672 3,004 Severance 177 1118 961 384 Acquisition related adjustments (3) - 528 483 1,582 187 Site consolidation costs, impairments and other items - - - - 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue \$ 33,296 33,5% 33,28 \$ 5,973 \$ 5,976	Manufacturing Support										
Operating income as a % of revenue 27.5% 30.8% 25.2% 23.7% 26.7% Add back: Amortization of intangible assets and inventory step-up related to acquisitions 1,067 1,154 4,429 5,672 3,004 Severance 177 1118 961 384 Acquisition related adjustments (3) - 528 483 1,582 187 Site consolidation costs, impairments and other items - - - - 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,973 \$ 5,976	Revenue	\$	61,013	\$	66,911	\$	73,299	\$	79,495	\$	73,546
Add back: 1,067 1,154 4,429 5,672 3,004 Severance 177 118 961 384 - Acquisition related adjustments (3) - 528 483 1,582 187 Site consolidation costs, impairments and other items - - - 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue \$ 3,328 \$ 33,5% 33,2% \$ 5,973 \$ 5,976	Operating income		16,793		20,588		18,491		18,803		19,615
Amortization of intangible assets and inventory step-up related to acquisitions Severance 177 118 961 384 - Acquisition related adjustments (3) - Site consolidation costs, impairments and other items - Site consolidation costs, impairment and other items - Site consolidation costs, impairments and other items - Site consolidation costs, impairment and other items - Site consolidation costs, impairment and other items			27.5%		30.8%		25.2%		23.7%		26.7%
Acquisition related adjustments (3) - 528 483 1,582 187 Site consolidation costs, impairments and other items - - - - - - 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue 29,6% 33,5% 33,2% 33,8% 31,3% Depreciation and amortization \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,973 \$ 5,976			1,067		1,154		4,429		5,672		3,004
Site consolidation costs, impairments and other items - - - - 407 229 Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue 29,6% 33,5% 33,2% 33,3% 31,3% Depreciation and amortization \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,973 \$ 5,976	Severance		177		118		961		384		-
Total non-GAAP adjustments to operating income \$ 1,244 \$ 1,800 \$ 5,873 \$ 8,045 \$ 3,420 Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue 29,6% 33,5% 33,2% 33,3% 31,3% Depreciation and amortization \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,973 \$ 5,976	Acquisition related adjustments (3)		-		528		483		1,582		187
Operating income, excluding non-GAAP adjustments \$ 18,037 \$ 22,388 \$ 24,364 \$ 26,848 \$ 23,035 Non-GAAP operating income as a % of revenue 29.6% 33.5% 33.2% 33.8% 31.3% Depreciation and amortization \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,973 \$ 5,976	Site consolidation costs, impairments and other items						_		407		229
Non-GAAP operating income as a % of revenue 29.6% 33.5% 33.2% 33.8% 31.3% Depreciation and amortization \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,973 \$ 5,976	Total non-GAAP adjustments to operating income	\$	1,244	\$	1,800	\$	5,873	\$	8,045	\$	3,420
Non-GAAP operating income as a % of revenue 29.6% 33.5% 33.2% 33.8% 31.3% Depreciation and amortization \$ 3,328 \$ 3,649 \$ 5,179 \$ 5,973 \$ 5,976	Operating income, excluding non-GAAP adjustments	\$	18,037	\$	22,388	\$	24,364	\$	26,848	\$	23,035
	Depreciation and amortization	\$	3,328	s	3,649	\$	5,179	\$	5,973	\$	5,976
	· · · · · · · · · · · · · · · · · · ·	\$	1,566	\$	1,770	\$	2,139	\$	4,339	\$	2,129



CHARLES RIVER LABORATORIES INTERNATIONAL, INC. SUPPLEMENTAL SCHEDULE: PRIOR PERIODS RECAST FOR BUSINESS SEGMENT REVISION SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

	Three Months Ended									
	March 28, 2015		June 27, 2015		September 26, 2015		December 26, 2015		March 26, 2016	
CONTINUED FROM PREVIOUS SLIDE										
Unallocated Corporate Overhead	\$	(26,154)	\$	(26,306)	\$	(27,669)	\$	(31,051)	\$	(35,359)
Add back:										
Severance and executive transition costs		926		51		1,054		96		-
Acquisition related adjustments (3)		(362)		3,956		3,055		5,027		3,763
Total non-GAAP adjustments to operating expense	\$	564	\$	4,007	\$	4,109	\$	5,123	\$	3,763
Unallocated corporate overhead, excluding non-GAAP adjustments	\$	(25,590)	\$	(22,299)	\$	(23,560)	\$	(25,928)	\$	(31,596)
Total										
Revenue	\$	320,414	\$	339,573	\$	349,465	\$	353,850	\$	354,868
Operating income		43,005		55,735		55,440		52,269		51,472
Operating income as a % of revenue		13.4%		16.4%		15.9%		14.8%		14.5%
Add back:										
Amortization of intangible assets and inventory step-up related to acquisitions		5,258		5,717		8,598		9,801		6,687
Severance and executive transition costs		2,041		705		2,421		1,006		21
Operating losses (2)		806		738		1,319		2,654		-
Acquisition related adjustments (3)		(337)		4,484		3,673		6,693		4,752
Government billing adjustment and related expenses		244		47		45		141		60
Site consolidation costs, impairments and other items		798		560		57		825		2,331
Total non-GAAP adjustments to operating income	\$	8,810	\$	12,251	\$	16,113	\$	21,120	\$	13,851
Operating income, excluding non-GAAP adjustments	\$	51,815	\$	67,986	\$	71,553	\$	73,389	\$	65,323
Non-GAAP operating income as a % of revenue		16.2%		20.0%		20.5%		20.7%		18.4%
Depreciation and amortization	\$	22,368	\$	23,148	\$	23,814	\$	25,551	\$	24,655
Capital expenditures	\$	10,648	\$	13,908	\$	10,452	\$	28,244	\$	8,250

⁽¹⁾ Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.

⁽²⁾ This item includes operating losses related primarily to the Company's Shrewsbury, Massachusetts facility.

⁽³⁾ These adjustments are related to the evaluation and integration of acquisitions, which primarily include transaction, third-party integration, and certain compensation costs, and fair value adjustments associated with contingent consideration.

SUPPLEMENTAL SCHEDULE: PRIOR PERIODS RECAST FOR BUSINESS SEGMENT REVISION SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

(in thousands, except percentages)

		onths Ended			
	Decem	ber 26, 2015	Decem	ber 27, 2014	
Research Models and Services	·				
Revenue	\$	470,411	\$	503,656	
Operating income		120,973		120,736	
Operating income as a % of revenue		25.7%		24.0%	
Add back:					
Amortization of intangible assets related to acquisitions		3,083		2,466	
Severance		1,338		4,593	
Government billing adjustment and related expenses		477		848	
Site consolidation costs, impairments and other items		1,833		7,136	
Total non-GAAP adjustments to operating income	\$	6,731	\$	15,043	
Operating income, excluding non-GAAP adjustments	\$	127,704	\$	135,779	
Non-GAAP operating income as a % of revenue		27.1%		27.09	
Depreciation and amortization	\$	22,526	\$	27,309	
Capital expenditures	\$	17,398	\$	18,669	
Discovery and Safety Assessment					
Revenue	\$	612,173	\$	538,218	
Operating income		121,981		69,749	
Operating income as a % of revenue		19.9%		13.0%	
Add back:					
Amortization of intangible assets related to acquisitions		13,969		18,110	
Severance		1,068		2,912	
Operating losses (2)		5,517		2,600	
Acquisition related adjustments (3)		244		404	
Total non-GAAP adjustments to operating income	\$	20,798	\$	24,026	
Operating income, excluding non-GAAP adjustments	\$	142,779	\$	93,775	
Non-GAAP operating income as a % of revenue		23.3%		17.4%	
Depreciation and amortization	\$	46,812	\$	47,138	
Capital expenditures	\$	30,333	\$	19,759	
Manufacturing Support					
Revenue	\$	280,718	\$	255,788	
Operating income		74,675		79,260	
Operating income as a % of revenue Add back:		26.6%		31.0%	
Amortization of intangible assets and inventory step-up related to acquisitions		12,322		5,381	
Severance		1,640		166	
Acquisition related adjustments (3)		2,593			
Site consolidation costs, impairments and other items		407			
Total non-GAAP adjustments to operating income	\$	16,962	\$	5,547	
Operating income, excluding non-GAAP adjustments	s	91,637	s	84,807	
Non-GAAP operating income as a % of revenue	y.	32.6%	Ÿ	33.2%	
Depreciation and amortization	\$	18,129	\$	14,295	
Capital expenditures	\$	9,814	s	15,621	



CHARLES RIVER LABORATORIES INTERNATIONAL, INC. SUPPLEMENTAL SCHEDULE: PRIOR PERIODS RECAST FOR BUSINESS SEGMENT REVISION SELECTED BUSINESS SEGMENT INFORMATION (UNAUDITED) (1)

	Twelve Months Ended						
CONTINUED FROM PREVIOUS SLIDE	Decer	December 26, 2015		December 27, 2014			
Unallocated Corporate Overhead	\$	(111,180)	s	(92,075			
Add back:	T	(,,	-	(,			
Severance and executive transition costs		2,127		121			
Acquisition related adjustments (3)		11,676		6,284			
Total non-GAAP adjustments to operating expense	\$	13,803	\$	6,405			
Unallocated corporate overhead, excluding non-GAAP adjustments	\$	(97,377)	\$	(85,670)			
Total							
Revenue	\$	1,363,302	\$	1,297,662			
Operating income		206,449		177,670			
Operating income as a % of revenue		15.1%		13.7%			
Add back:							
Amortization of intangible assets and inventory step-up related to acquisitions		29,374		25,957			
Severance and executive transition costs		6,173		7,792			
Operating losses (2)		5,517		2,600			
Acquisition related adjustments (3)		14,513		6,688			
Government billing adjustment and related expenses		477		848			
Site consolidation costs, impairments and other items		2,240		7,136			
Total non-GAAP adjustments to operating income	\$	58,294	\$	51,021			
Operating income, excluding non-GAAP adjustments	\$	264,743	\$	228,691			
Non-GAAP operating income as a % of revenue		19.4%		17.6%			
Depreciation and amortization	\$	94,881	\$	96,445			
Capital expenditures	\$	63,252	\$	56,925			

- (1) Charles River management believes that supplementary non-GAAP financial measures provide useful information to allow investors to gain a meaningful understanding of our core operating results and future prospects, without the effect of often one-time charges and other items which are outside our normal operations, consistent with the manner in which management measures and forecasts the Company's performance. The supplementary non-GAAP financial measures included are not meant to be considered superior to, or a substitute for results of operations prepared in accordance with U.S. GAAP. The Company intends to continue to assess the potential value of reporting non-GAAP results consistent with applicable rules, regulations and guidance.
- (2) This item includes operating losses related primarily to the Company's Shrewsbury, Massachusetts facility.
- (3) These adjustments are related to the evaluation and integration of acquisitions, which primarily include transaction, third-party integration, and certain compensation costs, and fair value adjustments associated with contingent consideration.



