

RECONCILIATIONS BETWEEN ADJUSTED OPERATING INCOME AND THE COMPARABLE GAAP MEASURE ⁽¹⁾



(\$ in millions)

	2013	2018
Net income attributable to Prudential Financial, Inc.	\$ (713)	\$ 4,074
Income attributable to noncontrolling interests	107	14
Net income	(606)	4,088
Less: Income from discontinued operations, net of taxes	7	-
Income from continuing operations (after-tax)	(613)	4,088
Less: Income attributable to noncontrolling interests	107	14
Income from continuing operations attributable to Prudential Financial, Inc.	(720)	4,074
Less: Equity in earnings of operating joint ventures, net of taxes and earnings attributable to noncontrolling interests	(48)	62
Income from continuing operations (after-tax) before equity in earnings of operating joint ventures	(672)	4,012
Less: Reconciling items:		
Realized investment gains (losses), net, and related charges and adjustments	(8,149)	303
Investment gains (losses) on assets supporting experience-rated contractholder liabilities, net	(250)	(863)
Change in experience-rated contractholder liabilities due to asset value changes	227	710
Divested and Run-off Businesses:		
Closed Block Division	-	(62)
Other Divested and Run-off Businesses	29	(1,535)
Equity in earnings of operating joint ventures and earnings attributable to noncontrolling interests	28	(87)
Total reconciling items, before income taxes	(8,115)	(1,534)
Less: Income taxes, not applicable to adjusted operating income	(2,857)	(527)
Total reconciling items, after income taxes	(5,258)	(1,007)
After-tax adjusted operating income	4,586	5,019
Income taxes, applicable to adjusted operating income	1,783	1,349
Adjusted operating income before income taxes	\$ 6,369	\$ 6,368

1) Represents results of the former Financial Services Business (FSB) for 2013.