

STARBUCKS CORPORATION
HISTORICAL AND PROJECTED EARNINGS PER SHARE DATA
INCLUDING A RECONCILIATION OF SELECTED GAAP MEASURES TO NON-GAAP MEASURES

(unaudited)

The below table provides historical GAAP and non-GAAP net earnings per share data for fiscal 2016 through fiscal 2018, as well as projected GAAP and non-GAAP net earnings per share of the full year fiscal 2019.

	Q1	Q2	Q3	Q4	Full Year
Historical (except for full year fiscal 2019 projection)					
<i>Fiscal 2019:</i>					
Diluted net earnings per share (GAAP)					\$ 2.32 - 2.37
Restructuring, impairment and optimization costs ⁽¹⁾					0.09
CAP transaction and integration-related items ⁽²⁾					0.23
2018 U.S. stock award ⁽⁴⁾					0.05
Nestlé transaction related costs					—
Other					0.01
Income tax effect on Non-GAAP adjustments ⁽⁵⁾					(0.09)
Non-GAAP net earnings per share					\$ 2.61 - 2.66
<i>Fiscal 2018:</i>					
Diluted net earnings per share (GAAP)	\$ 1.57	\$ 0.47	\$ 0.61	\$ 0.56	\$ 3.24
East China acquisition gain	(0.92)	(0.03)	—	—	(0.99)
Sale of Taiwan joint venture operations	(0.11)	—	—	—	(0.11)
Sale of Tazo brand	(0.24)	—	—	—	(0.25)
Restructuring, impairment and optimization costs ⁽¹⁾	0.02	0.10	0.02	0.04	0.17
CAP transaction and integration-related items ⁽²⁾	0.01	0.05	0.05	0.05	0.16
Sale of Brazil retail operations, net of transaction costs	—	—	—	—	0.01
Nestlé transaction related costs	—	—	0.01	0.04	0.04
Other tax matters ⁽⁵⁾	0.10	0.02	(0.01)	0.01	0.13
2018 U.S. stock award ⁽⁴⁾	—	—	0.02	0.02	0.03
Income tax effect on Non-GAAP adjustments ⁽⁵⁾	0.22	(0.08)	(0.08)	(0.09)	(0.02)
Non-GAAP net earnings per share	\$ 0.65	\$ 0.53	\$ 0.62	\$ 0.62	\$ 2.42
<i>Fiscal 2017:</i>					
Diluted net earnings per share (GAAP)	\$ 0.51	\$ 0.45	\$ 0.47	\$ 0.54	\$ 1.97
Sale of Singapore retail operations	—	—	—	(0.06)	(0.06)
Restructuring and impairment costs ⁽¹⁾	—	—	0.08	0.03	0.11
CAP transaction and integration-related items ⁽²⁾	0.01	0.01	0.01	0.01	0.04
Sale of Germany retail operations	—	(0.01)	—	—	(0.01)
The Starbucks Foundation donation	—	—	—	0.03	0.03
Income tax effect on Non-GAAP adjustments ⁽⁵⁾	—	—	(0.02)	(0.02)	(0.04)
Non-GAAP net earnings per share	\$ 0.52	\$ 0.45	\$ 0.55	\$ 0.55	\$ 2.06
<i>Fiscal 2016:</i>					
Diluted net earnings per share, as reported (GAAP)	\$ 0.46	\$ 0.39	\$ 0.51	\$ 0.54	\$ 1.90
CAP transaction and integration-related items ⁽²⁾	0.01	0.01	0.01	0.01	0.04
Sale of Germany retail operations	—	—	(0.02)	0.02	—
Income tax effect on Non-GAAP adjustments ⁽⁵⁾	—	—	—	(0.01)	(0.01)
Other tax matters ⁽⁶⁾	—	—	(0.01)	—	(0.01)
Non-GAAP net earnings per share	\$ 0.46	\$ 0.39	\$ 0.49	\$ 0.56	\$ 1.91
Impact of the extra week				(0.09)	(0.09)
Income tax effect on the impact of the extra week				0.03	0.03
Non-GAAP net earnings per share (13/52-week basis)				\$ 0.50	\$ 1.85

⁽¹⁾ Represents restructuring, impairment and business optimization charges and inventory write offs related to these efforts.

⁽²⁾ Includes transaction costs for the acquisition of East China joint venture and the divestiture of Taiwan joint venture; ongoing amortization expense of acquired intangible assets associated with the acquisition of East China joint venture and Starbucks Japan; and the related post-acquisition integration costs, such as incremental information technology and compensation-related costs.

⁽³⁾ Represents the estimated impact of the U.S. Tax Cuts and Jobs Act, specifically the transition tax on undistributed foreign earnings and re-measurement of deferred taxes.

⁽⁴⁾ Represents incremental stock-based compensation award for U.S. partners (employees).

⁽⁵⁾ Income tax effect on non-GAAP adjustments was determined based on the nature of the underlying items and their relevant jurisdictional tax rates.

⁽⁶⁾ Other tax matters includes incremental benefit from additional domestic manufacturing deductions claimed in our U.S. consolidated tax returns for periods prior to the years presented.