

Waters Corporation and Subsidiaries
Quarterly Reconciliation of GAAP to Adjusted Non-GAAP Financials
(in thousands, except per share data)

The 2013 and 2012 adjusted amounts presented below are used by the management of the Company to measure operating performance with prior periods and forecasts and are not in accordance with generally accepted accounting principles (GAAP). The Company believes that the use of Non-GAAP measures, such as Non-GAAP Earnings Per Share (EPS) and Non-GAAP Operating Income, help management and investors gain a better understanding of our core operating results and future trends, and is consistent with how management measures compensation and forecasts the Company's performance. The reconciliation identifies items management has excluded as non-operational transactions. Management has excluded the following items:

- * Purchased Intangibles Amortization and Step-Up Expenses were excluded to allow for comparisons of operating results that are consistent over periods of time.
- * Restructuring Costs, Asset Impairments, Acquisition-Related Costs and Other One-Time Costs were excluded as the Company believes that costs to consolidate operations, reduce overhead and complete acquisitions are infrequent or unusual and are not indicative of normal operating costs.
- * Infrequent Income Tax Items were excluded as these costs and benefits are typically the result of audit examination settlements, updates in management's assessment of ongoing examinations or other unusual tax items and are not indicative of the Company's normal or future income tax expense.

	(Unaudited)	
	Three Months Ended	
	March 30, 2013	March 31, 2012
GAAP Selling and Administrative Expenses (including Purchased Intangibles Amortization)	\$ (121,053)	\$ (119,604)
Purchased Intangibles Amortization & Step-Up Expenses	2,439	2,617
Restructuring Costs, Asset Impairments, Acquisitions & Other One-Time Costs	1,027	379
Adjusted Non-GAAP Selling & Administrative Expenses	\$ (117,587)	\$ (116,608)
GAAP Operating Income	\$ 109,405	\$ 110,217
Purchased Intangibles Amortization & Step-Up Expenses	2,439	2,617
Restructuring Costs, Asset Impairments, Acquisitions & Other One-Time Costs	1,027	379
Adjusted Non-GAAP Operating Income	\$ 112,871	\$ 113,213
GAAP Provision for Income Tax Benefit (Expense)	\$ 17,652	\$ (15,829)
Purchased Intangibles Amortization & Step-Up Expenses	(706)	(839)
Restructuring Costs, Asset Impairments, Acquisitions & Other One-Time Costs	(362)	(256)
Infrequent Income Tax Items	(30,040)	-
Adjusted Non-GAAP Provision for Income Tax Expense	\$ (13,456)	\$ (16,924)
GAAP Net Income	\$ 121,059	\$ 88,666
Purchased Intangibles Amortization & Step-Up Expenses	1,733	1,778
Restructuring Costs, Asset Impairments, Acquisitions & Other One-Time Costs	665	123
Infrequent Income Tax Items	(30,040)	-
Adjusted Non-GAAP Net Income	\$ 93,417	\$ 90,567
GAAP EPS	\$ 1.39	\$ 0.98
Purchased Intangibles Amortization & Step-Up Expenses	0.02	0.02
Restructuring Costs, Asset Impairments, Acquisitions & Other One-Time Costs	0.01	0.00
Infrequent Income Tax Items	(0.34)	-
Adjusted Non-GAAP EPS	\$ 1.07	\$ 1.00