

**MARTIN MARIETTA MATERIALS, INC.**

**Adjusted Metrics for Nonrecurring Acquisition-Related Items for Three Months Ended June 30, 2018 and 2017**

(Dollars, other than earnings per share amounts, in thousands)

**The following reconciles consolidated gross profit in accordance with GAAP to adjusted consolidated gross profit for the three months ended June 30:**

	<u>2018</u>	<u>2017</u>
Consolidated gross profit in accordance with GAAP	\$ 315,917	\$274,094
Add back:		
Impact of selling acquired inventory due to the markup to fair value as part of acquisition accounting	10,167	-
Adjusted consolidated gross profit	<u>\$ 326,084</u>	<u>\$ 274,094</u>

**The following reconciles consolidated earnings from operations in accordance with GAAP to adjusted consolidated earnings from operations for the three months ended June 30:**

	<u>2018</u>	<u>2017</u>
Consolidated earnings from operations in accordance with GAAP	\$ 263,953	\$212,852
Add back:		
Acquisition-related expenses, net	12,126	1,982
Impact of selling acquired inventory due to the markup to fair value as part of acquisition accounting	10,167	-
Adjusted consolidated earnings from operations	<u>\$ 286,246</u>	<u>\$ 214,834</u>

**The following reconciles net earnings attributable to Martin Marietta in accordance with GAAP to adjusted net earnings attributable to Martin Marietta for the three months ended June 30:**

	<u>2018</u>	<u>2017</u>
Net earnings attributable to Martin Marietta in accordance with GAAP	\$ 185,377	\$142,279
Add back:		
After-tax impact of acquisition-related expenses, net	13,230	1,224
After-tax impact of selling acquired inventory due to the markup to fair value as part of acquisition accounting	7,781	-
Adjusted net earnings attributable to Martin Marietta	<u>206,388</u>	<u>\$143,503</u>

**The following reconciles earnings per diluted share in accordance with GAAP to adjusted earnings per diluted share for the three months ended June 30:**

	<u>2018</u>	<u>2017</u>
Earnings per diluted share in accordance with GAAP	\$ 2.92	\$ 2.25
Add back:		
Earnings per diluted share impact of acquisition-related expenses, net	0.21	0.02
Earnings per diluted share impact of selling acquired inventory due to the markup to fair value as part of acquisition accounting	0.12	-
Adjusted earnings per diluted share	<u>\$ 3.25</u>	<u>\$ 2.27</u>

**The following reconciles gross margin for aggregates products to adjusted gross margin for aggregates products for the three months ended June 30, 2018:**

	<u>2018</u>	<u>2017</u>
Gross profit for aggregates products	\$ 198,540	\$173,012
Total revenues for aggregates products	\$ 665,308	\$577,913
Gross margin for aggregates products in accordance with GAAP	<u>29.8%</u>	<u>29.9%</u>
Gross profit for aggregates products in accordance with GAAP	\$ 198,540	
Add back:		
Impact of selling acquired inventory due to the markup to fair value as part of acquisition accounting	\$ 10,167	
Adjusted gross profit for aggregates products	<u>\$ 208,707</u>	
Total revenues for aggregates products	<u>\$ 665,308</u>	
Adjusted gross margin for aggregates products	<u>31.4%</u>	