

Martin Marietta Materials, Inc.
(dollars in millions)

Earnings from continuing operations before interest; income taxes; depreciation, depletion and amortization expense; the earnings/loss from nonconsolidated equity affiliates; acquisition-related expenses; and the impact of selling acquired inventory after its markup to fair value as part of acquisition accounting (Adjusted EBITDA) is an indicator used by the Company and investors to evaluate the Company's operating performance from period to period. Adjusted EBITDA is not defined by generally accepted accounting principles and, as such, should not be construed as an alternative to earnings from operations, net earnings or operating cash flow. The following reconciles net earnings from controlling interests attributable to Martin Marietta to Adjusted EBITDA:

	<u>For the year ended December 31, 2021</u>	<u>For the year ended December 31, 2020</u>
Net Earnings from continuing operations attributable to Martin Marietta	\$ 702.0	\$ 721.0
Addback:		
Interest Expense, net of Interest Income	142.4	117.6
Income Tax Expense	153.1	168.2
Depreciation, Depletion and Amortization Expense and Earnings/Loss from Nonconsolidated Equity Affiliates	442.5	386.0
Acquisition-related Expenses	57.9	-
Impact of Selling Acquired Inventory after its Markup to Fair Value as Part of Acquisition Accounting	30.6	-
Adjusted EBITDA	<u>\$ 1,528.5</u>	<u>\$ 1,392.8</u>

Adjusted EBITDA excluding nonrecurring gains/losses on land sales and divested assets (Adjusted EBITDA Excluding Nonrecurring Gains/Losses on Land Sales and Divested Assets) is an indicator used by the Company to evaluate operating performance from period to period. Adjusted EBITDA Excluding Nonrecurring Gains/Losses on Land Sales and Divested Assets is not defined by generally accepted accounting principles and, as such, should not be construed as an alternative to earnings from operations, net earnings or operating cash flow. Because Adjusted EBITDA Excluding Nonrecurring Gains/Losses on Land Sales and Divested Assets excludes some, but not all, items that affect net earnings and may vary among companies, the Adjusted EBITDA Excluding Nonrecurring Gains/Losses on Land Sales and Divested Assets presented by Martin Marietta may not be comparable to similarly titled measures of other companies. The following reconciles Adjusted EBITDA (defined and reconciled above) to Adjusted EBITDA Excluding Nonrecurring Gains/Losses on Land Sales and Divested Assets:

	<u>For the year ended December 31,</u>	
	<u>2021</u>	<u>2020</u>
Adjusted EBITDA	\$ 1,528.5	\$ 1,392.8
Deduct: Nonrecurring gains on land sales and divested assets	(21.6)	(69.9)
Adjusted EBITDA Excluding Nonrecurring Gains on Land Sales and Divested Assets	<u>\$ 1,506.9</u>	<u>\$ 1,322.9</u>
Increase for 2021 over 2020	<u>14%</u>	