

Adjusted EBITDA Reconciliation

	Year Ended December 31				
	2017	2016	2015	2014	2013
	(In thousands)				
Calculation of Adjusted EBITDA from continuing operations⁽¹⁾					
Net income (loss)	\$ 30,337	\$ 29,607	\$ 21,984	\$ (38,118)	\$ 44,450
Discontinued operations, net of tax	(1,874)	(26,651)	(19,711)	(18,732)	(18,242)
Centennial long-lived asset impairment charge	982	17,443	–	105,119	–
Centennial goodwill impairment charge	–	–	–	–	3,973
Income tax provision (benefit)	639	(9,649)	(9,510)	(45,199)	1,604
Interest expense	3,440	4,318	4,962	6,062	3,106
Interest income	(222)	(196)	(418)	(827)	(224)
Depreciation, depletion and amortization expense ...	12,767	13,050	17,372	22,329	16,935
Adjusted EBITDA from continuing operations ⁽⁴⁾	<u>\$ 46,069</u>	<u>\$ 27,922</u>	<u>\$ 14,679</u>	<u>\$ 30,634</u>	<u>\$ 51,602</u>

(1) Adjusted EBITDA from continuing operations is provided solely as a supplemental disclosure with respect to operating results. Adjusted EBITDA from continuing operations does not represent net income, as defined by U.S. GAAP and should not be considered as a substitute for net income, or as an indicator of operating performance. NACCO defines Adjusted EBITDA from continuing operations as income from continuing operations before long-lived asset and goodwill impairment charges and income taxes plus net interest expense and depreciation, depletion and amortization expense. Adjusted EBITDA from continuing operations is not a measurement under U.S. GAAP and is not necessarily comparable with similarly titled measures of other companies.