

DICK'S SPORTING GOODS, INC.
GAAP to NON-GAAP RECONCILIATION - UNAUDITED
(Dollars in thousands, except per share amounts)

26 Weeks Ended August 3, 2019

	Selling, general and administrative expenses	Income before income taxes	Net income ⁽³⁾	Earnings per diluted share
GAAP Basis	\$ 1,008,230	\$ 230,765	\$ 170,059	\$ 1.85
<i>% of Net Sales</i>	<i>24.12%</i>	<i>5.52%</i>	<i>4.07%</i>	
Non-cash asset impairment ⁽¹⁾	(7,623)	7,623	5,641	
Litigation contingency settlement ⁽²⁾	6,411	(6,411)	(4,744)	
Non-GAAP Basis	\$ 1,007,018	\$ 231,977	\$ 170,956	\$ 1.86
<i>% of Net Sales</i>	<i>24.09%</i>	<i>5.55%</i>	<i>4.09%</i>	

⁽¹⁾ Non-cash impairment charge to reduce the carrying value of a corporate aircraft held for sale to its fair market value.

⁽²⁾ Favorable settlement of a previously accrued litigation contingency.

⁽³⁾ The provision for income taxes for Non-GAAP adjustments was calculated at 26%, which approximates the Company's Company's blended tax rate.

Reconciliation of Gross Capital Expenditures to Net Capital Expenditures

The following table represents a reconciliation of the Company's gross capital expenditures to its capital expenditures, net of tenant allowances.

	26 Weeks Ended	
	August 3, 2019	August 4, 2018
	(dollars in thousands)	
Gross capital expenditures	\$ (110,992)	\$ (96,515)
Proceeds from sale-leaseback transactions	-	-
Deferred construction allowances	21,961	13,146
Construction allowance receipts	-	-
Net capital expenditures	<u>\$ (89,031)</u>	<u>\$ (83,369)</u>