

Leggett & Platt, Incorporated
Quarterly Summary of Earnings
(Unaudited)
(Dollar amounts in millions, except per share data)

<u>Year ended December 31</u>	<u>First</u> ³	<u>Second</u> ^{1,4}	<u>Third</u>	<u>Fourth</u> ^{2,5}	<u>Total</u>
2016					
Net sales	\$ 938.4	\$ 958.9	\$ 948.9	\$ 903.7	\$ 3,749.9
Gross profit	233.6	234.0	227.4	204.2	899.2
Earnings from continuing operations before income taxes	118.7	137.2	121.2	110.0	487.1
Earnings from continuing operations	\$ 91.0	\$ 99.5	\$ 93.6	\$ 83.0	\$ 367.1
Earnings (loss) from discontinued operations, net of tax	.1	20.3	—	(1.3)	19.1
Net earnings	91.1	119.8	93.6	81.7	386.2
(Earnings) attributable to noncontrolling interest, net of tax	(1.6)	1.4	(.1)	(.1)	(.4)
Net earnings attributable to Leggett & Platt, Inc. common shareholders	\$ 89.5	\$ 121.2	\$ 93.5	\$ 81.6	\$ 385.8
Earnings per share from continuing operations attributable to Leggett & Platt, Inc. common shareholders					
Basic	\$.64	\$.73	\$.68	\$.61	\$ 2.66
Diluted	\$.63	\$.72	\$.67	\$.60	\$ 2.62
Earnings (loss) per share from discontinued operations attributable to Leggett & Platt, Inc. common shareholders					
Basic	\$ —	\$.15	\$ —	\$ (.01)	\$.14
Diluted	\$ —	\$.15	\$ —	\$ (.01)	\$.14
Net earnings per share attributable to Leggett & Platt, Inc. common shareholders					
Basic	\$.64	\$.88	\$.68	\$.60	\$ 2.80
Diluted	\$.63	\$.87	\$.67	\$.59	\$ 2.76
2015					
Net sales	\$ 966.2	\$ 997.3	\$ 1,009.1	\$ 944.6	\$ 3,917.2
Gross profit	217.8	230.7	241.1	233.6	923.2
Earnings from continuing operations before income taxes	102.0	109.0	132.3	106.5	449.8
Earnings from continuing operations	\$ 73.3	\$ 76.7	\$ 96.2	\$ 81.8	\$ 328.0
Earnings (loss) from discontinued operations, net of tax	(.5)	1.8	(.1)	—	1.2
Net earnings (loss)	72.8	78.5	96.1	81.8	329.2
(Earnings) attributable to noncontrolling interest, net of tax	(1.1)	(.8)	(.9)	(1.3)	(4.1)
Net earnings (loss) attributable to Leggett & Platt, Inc. common shareholders	\$ 71.7	\$ 77.7	\$ 95.2	\$ 80.5	\$ 325.1
Earnings per share from continuing operations attributable to Leggett & Platt, Inc. common shareholders					
Basic	\$.51	\$.54	\$.68	\$.57	\$ 2.30
Diluted	\$.50	\$.53	\$.67	\$.57	\$ 2.27
Earnings (loss) per share from discontinued operations attributable to Leggett & Platt, Inc. common shareholders					
Basic	\$ —	\$.01	\$ —	\$ —	\$.01
Diluted	\$ —	\$.01	\$ —	\$ —	\$.01
Net earnings per share attributable to Leggett & Platt, Inc. common shareholders					
Basic	\$.51	\$.55	\$.68	\$.57	\$ 2.31
Diluted	\$.50	\$.54	\$.67	\$.57	\$ 2.28

All below amounts are shown pretax.

1. *Second quarter 2016 Earnings from continuing operations include a gain of \$7 associated with litigation accruals (Note S); \$11 gain associated with the sale of a business; and a \$4 charge from CVP impairment (Note C)*
2. *Fourth quarter 2016 Earnings from continuing operations include \$16 associated with the gain on sale of a business*
3. *First quarter 2015 Earnings from continuing operations include impairment charges of \$6 from our steel tubing operation. (Note C)*
4. *Second quarter 2015 Earnings from continuing operations include charges of \$2 associated with litigation accruals. Discontinued operations includes \$1 in litigation accruals (Note S)*
5. *Fourth quarter 2015 Earnings from continuing operations include a \$12 charge associated with a lump sum pension buyout and \$4 in charges associated with litigation accruals (Note L and Note S)*

LEGGETT & PLATT, INCORPORATED

SCHEDULE II—VALUATION AND QUALIFYING ACCOUNTS AND RESERVES
(Amounts in millions)

<u>Column A</u>	<u>Column B</u>	<u>Column C</u>	<u>Column D</u>	<u>Column E</u>
<u>Description</u>	<u>Balance at Beginning of Period</u>	<u>Additions Charged to Cost and Expenses</u>	<u>Deductions</u>	<u>Balance at End of Period</u>
Year ended December 31, 2016				
Allowance for doubtful receivables	\$ 9.9	\$ 1.6	\$ 4.1 (1)	\$ 7.4
Excess and obsolete inventory reserve, LIFO basis	\$ 24.7	\$ 8.9	\$ 6.5	\$ 27.1
Tax valuation allowance	\$ 26.6	\$.8	\$ 4.5	\$ 22.9
Year ended December 31, 2015				
Allowance for doubtful receivables	\$ 17.2	\$ 2.6	\$ 9.9 (1)	\$ 9.9
Excess and obsolete inventory reserve, LIFO basis	\$ 21.9	\$ 9.8	\$ 7.0	\$ 24.7
Tax valuation allowance	\$ 27.1	\$ (.4)	\$.1	\$ 26.6
Year ended December 31, 2014				
Allowance for doubtful receivables	\$ 17.6	\$ 4.9	\$ 5.3 (1)	\$ 17.2
Excess and obsolete inventory reserve, LIFO basis	\$ 21.9	\$ 10.0	\$ 10.0	\$ 21.9
Tax valuation allowance	\$ 25.4	\$ 1.0	\$ (.7)	\$ 27.1

(1) Uncollectible accounts charged off, net of recoveries.

Item 16. Form 10-K Summary.

None.