## CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)

(IN MILLIONS, EXCEPT PER SHARE AMOUNTS)

For the Periods Ended December 31         2020         2019         2020         2019           Revenue         \$ 708.6         \$ 719.1         \$24.77.8         \$2,846.4           Costs of revenue         490.0         491.1         1,695.6         306.3           Gross profit         218.6         228.0         782.2         910.1           General and administrative expenses         50.2         64.7         200.7         240.3           Sales and marketing expenses         35.8         41.4         146.5         165.9           Research and development expenses         20.6         24.8         48.9         97.9           Asbestos-related (benefit) costs, net         (50.4)         11.6         66.3         (20.2)           Restructuring costs         0.5         1.9         43.0         12.8           Asset impairment charges         0.5         1.9         43.0         12.8           Asset impairment charges         0.5         1.9         43.0         12.8           Gain) loss on sale or disposal of long-lived assets         (0.3)         1.3         (20.0         1.0           Gerating income         159.2         82.3         226.5         411.4           Interest expenses (income), net <th></th> <th colspan="3">Three Months</th> <th></th> <th colspan="4">Twelve Months</th>		Three Months				Twelve Months			
Costs of revenue         490.0         491.1         1,695.6         1,936.3           Gross profit         218.6         228.0         782.2         910.1           General and administrative expenses         50.2         64.7         200.7         240.3           Sales and marketing expenses         35.8         41.4         146.5         165.9           Research and development expenses         23.6         24.8         84.9         97.9           Asbestos-related (benefit) costs, net         (50.4)         11.6         66.3         (20.2)           Restructuring costs         0.5         1.9         43.0         12.8           Asset impairment charges         —         —         —         16.3         1.0           (Gain) loss on sale or disposal of long-lived assets         (0.3)         1.3         (2.0)         1.0           Operating income         159.2         82.3         226.5         411.4           Interest expense (income), net         0.1         (1.0)         (0.7)         (4.1)           Income from continuing operations before income tax         21.9         84.0         85.2         414.4           Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively         0	For the Periods Ended December 31	2020	)	2019		2020		2019	
Gross profit   218.6   228.0   782.2   910.1     General and administrative expenses   50.2   64.7   200.7   240.3     Sales and marketing expenses   35.8   41.4   146.5   165.9     Research and development expenses   23.6   24.8   84.9   97.9     Asbestos-related (benefit) costs, net   (50.4)   11.6   66.3   (20.2)     Restructuring costs   0.5   1.9   43.0   12.8     Asset impairment charges	Revenue	\$ 708	.6	719.1	\$2	2,477.8	\$2	2,846.4	
Seneral and administrative expenses   50.2   64.7   200.7   240.3	Costs of revenue	490	.0	491.1	1	,695.6	1	,936.3	
Sales and marketing expenses         35.8         41.4         146.5         165.9           Research and development expenses         23.6         24.8         34.9         97.9           Asbestos-related (benefit) costs, net         (50.4)         11.6         66.3         (20.2)           Asset impairment charges         0.5         1.9         43.0         12.8           Asset impairment charges         —         —         16.3         1.0           (Gain) loss on sale or disposal of long-lived assets         (0.3)         1.3         (2.0)         1.0           Operating income         159.2         82.3         226.5         411.4           Interest expense (income), net         0.1         (1.0)         (0.7)         (4.1)           Non-operating postretirement costs         313.3         1.0         144.2         4.5           Miscellaneous (income), net         (1.1)         (1.7)         (2.2)         (3.4)           Income from continuing operations before income tax         21.9         84.0         85.2         414.4           Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively         0.1         1.9         4.0         1.7           Net (loss) income attributable to ITT Inc.	Gross profit	218	.6	228.0		782.2		910.1	
Research and development expenses   23.6   24.8   84.9   97.9     Ashestos-related (benefit) costs, net   (50.4)   11.6   66.3   (20.2)     Restructuring costs   0.5   1.9   43.0   12.8     Restructuring costs     16.3   1.0     Gain) loss on sale or disposal of long-lived assets   (0.3)   1.3   (2.0)   1.0     Operating income   159.2   82.3   226.5   411.4     Interest expense (income), net   0.1   (1.0)   (0.7)   (4.1)     Interest expense (income), net   138.3   1.0   144.2   4.5     Miscellaneous (income), net   (1.1)   (1.7)   (2.2)   (3.4)     Income from continuing operations before income tax   21.9   84.0   85.2   414.4     Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively   0.1   1.9   4.0   1.7     Net (loss) income   (12.9)   69.1   73.9   326.2     Less: Income attributable to iTT lnc.   (13.6)   66.5   68.5   \$323.4     Income from discontinued operations, net of tax   1.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   9.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   1.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   1.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   1.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   0.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   9.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   9.1   1.9   4.0   1.7     Net (loss) income   \$ (13.6)  \$ 66.5  \$ 68.5  \$ 323.4     Income from discontinued operations, net of tax   9.1   1.9   4.0   1.7     Net (loss) income   \$ (1.6)  \$ 0.76  \$ 0.79  \$ 3.69     Discontinued operations   \$ (0.16)  \$ 0.78  \$ 0.79  \$ 3.69     Operating operations   \$ (0.16)  \$ 0.78  \$ 0.79  \$ 3.69     Operating operations   \$ (0.16)  \$ 0.78  \$ 0.79  \$ 3.69     Operating operations   \$ (0.16)  \$ 0.78  \$ 0.79  \$ 3.60     Operating operatio	General and administrative expenses	50	.2	64.7		200.7		240.3	
Asbestos-related (benefit) costs, net   (50.4)   11.6   66.3   (20.2)     Restructuring costs   0.5   1.9   43.0   12.8     Asset impairment charges   — — —   16.3   1.0     Gain) loss on sale or disposal of long-lived assets   (0.3)   1.3   (2.0)   1.0     Operating income   159.2   22.3   226.5   411.4     Interest expense (income), net   0.1   (1.0)   (0.7)   (4.1)     Interest expense (income), net   0.1   (1.0)   (0.7)   (4.1)     Interest expense (income), net   0.1   (1.0)   (0.7)   (4.1)     Interest expense (income), net   (1.1)   (1.7)   (2.2)   (3.4)     Income from continuing operations before income tax   21.9   84.0   85.2   414.4     Income from continuing operations before income tax   21.9   84.0   85.2   414.4     Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively   0.1   1.9   4.0   1.7     Net (loss) income   (12.9)   69.1   73.9   326.2     Less: Income attributable to noncontrolling interests   0.6   0.7   1.4   1.1     Net (loss) income attributable to ITT Inc.   (13.5)   68.4   72.5   325.1     Amounts attributable to ITT Inc.:   (13.5)   68.4   72.5   325.1     Closs) income from continuing operations, net of tax   0.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   0.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   0.1   1.9   4.0   1.7     Net (loss) income from continuing operations   0.1   0.7   0.8   3.25     Income from discontinued operations, net of tax   0.1   0.9   4.0   1.7     Net (loss) income   (10.0)   0.7   0.7   0.7   0.8   0.0     Net (loss) income   0.0   0.0   0.0   0.0   0.0   0.0   0.0     Net (loss) income   0.0   0	Sales and marketing expenses	35	.8	41.4		146.5		165.9	
Restructuring costs   0.5   1.9   43.0   12.8	Research and development expenses	23	.6	24.8		84.9		97.9	
Asset impairment charges	Asbestos-related (benefit) costs, net	(50	.4)	11.6		66.3		(20.2)	
(Gain) loss on sale or disposal of long-lived assets         (0.3)         1.3         (2.0)         1.0           Operating income         159.2         82.3         226.5         411.4           Interest expense (income), net         0.1         (1.0)         (0.7)         (4.1)           Non-operating postretirement costs         138.3         1.0         144.2         4.5           Miscellaneous (income), net         (1.1)         (1.7)         (2.2)         (3.4)           Income from continuing operations before income tax         21.9         84.0         85.2         414.4           Income tax expense         34.9         16.8         15.3         89.9           (Loss) income from continuing operations         (13.0)         67.2         69.9         324.5           Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively         0.1         1.9         4.0         1.7           Net (loss) income         (12.9)         69.1         73.9         326.2           Less: Income attributable to intoncontrolling interests         0.6         0.7         1.4         1.1           Net (loss) income from continuing operations, net of tax         (13.5)         \$68.4         \$72.5         \$323.4 <td< td=""><td>Restructuring costs</td><td>0</td><td>.5</td><td>1.9</td><td></td><td>43.0</td><td></td><td>12.8</td></td<>	Restructuring costs	0	.5	1.9		43.0		12.8	
Operating income         159.2         82.3         226.5         411.4           Interest expense (income), net         0.1         (1.0)         (0.7)         (4.1)           Non-operating postretirement costs         138.3         1.0         144.2         4.5           Miscellaneous (income), net         (1.1)         (1.7)         (2.2)         (3.4)           Miscellaneous (income), net         21.9         84.0         85.2         411.4           Income from continuing operations before income tax         21.9         84.0         85.2         411.4           Income from continuing operations         (13.0)         67.2         69.9         324.5           Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively         0.1         1.9         4.0         1.7           Net (loss) income         (12.9)         69.1         73.9         326.2           Less: Income attributable to noncontrolling interests         0.6         0.7         1.4         1.1           Net (loss) income attributable to ITT Inc.:         (13.5)         66.4         72.5         \$325.1           (Loss) earnings per share attributable to ITT Inc.:         (13.5)         66.4         72.5         \$325.1           (Loss) ear	Asset impairment charges		_	_		16.3		1.0	
Interest expense (income), net	(Gain) loss on sale or disposal of long-lived assets	(0	.3)	1.3		(2.0)		1.0	
Non-operating postretirement costs   138.3   1.0   144.2   4.5     Miscellaneous (income), net   (1.1)   (1.7)   (2.2)   (3.4)     Income from continuing operations before income tax   21.9   84.0   85.2   414.4     Income tax expense   34.9   16.8   15.3   89.9     (Loss) income from continuing operations   (13.0)   67.2   69.9   324.5     Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively   0.1   1.9   4.0   1.7     Net (loss) income   (12.9)   69.1   73.9   326.2     Less: Income attributable to noncontrolling interests   0.6   0.7   1.4   1.1     Net (loss) income attributable to ITT Inc.:   \$ (13.5)   68.4   72.5   \$ 325.1    Amounts attributable to ITT Inc.:   (Loss) income from continuing operations, net of tax   0.1   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   0.1   1.9   4.0   1.7     Net (loss) income   \$ (13.5)   68.4   72.5   \$ 325.1    (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share attributable to ITT Inc.:   (Loss) income   \$ (13.5)   68.4   72.5   \$ 325.1    (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share:   (0.16)   0.76   0.79   3.69    Discontinued operations   \$ (0.16)   0.78   0.78   0.02    Net (loss) income   \$ (0.16)   0.75   0.78   3.65    Discontinued operations   \$ (0.16)   0.77   0.83   3.67    Weighted average common shares – basic   86.4   87.7   86.7   87.7	Operating income	159	.2	82.3		226.5		411.4	
Miscellaneous (income), net         (1.1)         (1.7)         (2.2)         (3.4)           Income from continuing operations before income tax         21.9         84.0         85.2         414.4           Income tax expense         34.9         16.8         15.3         89.9           (Loss) income from continuing operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively         0.1         1.9         4.0         1.7           Net (loss) income attributable to noncontrolling interests         0.6         0.7         1.4         1.1           Net (loss) income attributable to ITT Inc.:         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           Amounts attributable to ITT Inc.:         (Loss) income from continuing operations, net of tax         \$ (13.6)         \$ 66.5         \$ 68.5         \$ 323.4           Income from discontinued operations, net of tax         \$ (13.6)         \$ 66.5         \$ 68.5         \$ 323.4           Income from discontinued operations, net of tax         \$ (13.6)         \$ 66.5         \$ 68.5         \$ 323.4           Income from discontinued operations, net of tax         \$ (13.6)         \$ 66.5         \$ 68.5         \$ 325.1           (Loss) income         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           (Loss) earni	Interest expense (income), net	0	.1	(1.0)		(0.7)		(4.1)	
Income from continuing operations before income tax   21.9	Non-operating postretirement costs	138	.3	1.0		144.2		4.5	
Income tax expense   34.9   16.8   15.3   89.9     (Loss) income from continuing operations   (13.0)   67.2   69.9   324.5     Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively   0.1   1.9   4.0   1.7     Net (loss) income   (12.9)   69.1   73.9   326.2     Less: Income attributable to noncontrolling interests   0.6   0.7   1.4   1.1     Net (loss) income attributable to ITT Inc.   (13.5)   68.4   72.5   325.1      Amounts attributable to ITT Inc.:   (Loss) income from continuing operations, net of tax   1.9   4.0   1.7     Net (loss) income from continuing operations, net of tax   1.9   4.0   1.7     Net (loss) income   (13.5)   68.4   72.5   325.1      (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share attributable to ITT Inc.:   (Loss) earnings per share:   (0.16)   0.76   0.79   0.02     Net (loss) income   (0.16)   0.78   0.84   3.71     Diluted (loss) earnings per share:   (0.16)   0.75   0.78   0.79     Continuing operations   (0.16)   0.75   0.78   0.79     Discontinued operations   (0.16)   0.75   0.78   0.79     Discontinued operations   (0.16)   0.77   0.83   3.65     Discontinued operations   (0.16)   0.77   0.83   3.67     Net (loss) income   (0.16)   0.77   0.83   3.67     Net (loss) inc	Miscellaneous (income), net	(1	.1)	(1.7)		(2.2)		(3.4)	
(Loss) income from continuing operations   (13.0)   67.2   69.9   324.5	Income from continuing operations before income tax	21	.9	84.0		85.2		414.4	
Income from discontinued operations, including tax benefit (expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively   0.1   1.9   4.0   1.7	Income tax expense	34	.9	16.8		15.3		89.9	
(expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively         0.1         1.9         4.0         1.7           Net (loss) income         (12.9)         69.1         73.9         326.2           Less: Income attributable to noncontrolling interests         0.6         0.7         1.4         1.1           Net (loss) income attributable to ITT Inc.         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           Amounts attributable to ITT Inc.:           (Loss) income from continuing operations, net of tax         \$ (13.6)         \$ 66.5         \$ 68.5         \$ 323.4           Income from discontinued operations, net of tax         0.1         1.9         4.0         1.7           Net (loss) income         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           (Loss) earnings per share attributable to ITT Inc.:           Basic earnings per share attributable to ITT Inc.:         Table (10.16)         \$ 0.76         \$ 0.79         \$ 3.69           Discontinued operations         \$ (0.16)         \$ 0.76         \$ 0.79         \$ 3.69           Discontinued operations         \$ (0.16)         \$ 0.78         \$ 0.84         \$ 3.71           Diluted (loss) earnings per share:         Table (10.16)         \$ 0.75         \$ 0.78         \$ 3.65	(Loss) income from continuing operations	(13	.0)	67.2		69.9		324.5	
Net (loss) income   (12.9)   69.1   73.9   326.2	· · · · · · · · · · · · · · · · · · ·								
Less: Income attributable to noncontrolling interests   0.6   0.7   1.4   1.1     Net (loss) income attributable to ITT Inc.   \$ (13.5) \$ 68.4 \$ 72.5 \$ 325.1     Amounts attributable to ITT Inc.:     (Loss) income from continuing operations, net of tax   Income from discontinued operations, net of tax   0.1   1.9   4.0   1.7     Net (loss) income   \$ (13.5) \$ 68.4 \$ 72.5 \$ 325.1     Net (loss) income   \$ (13.5) \$ 68.4 \$ 72.5 \$ 325.1     (Loss) earnings per share attributable to ITT Inc.:     Basic earnings per share:   Continuing operations   \$ (0.16) \$ 0.76 \$ 0.79 \$ 3.69     Discontinued operations   \$ (0.16) \$ 0.78 \$ 0.84 \$ 3.71     Diluted (loss) earnings per share:   Continuing operations   \$ (0.16) \$ 0.75 \$ 0.78 \$ 3.65     Discontinued operations   \$ (0.16) \$ 0.75 \$ 0.78 \$ 3.65     Discontinued operations   \$ (0.16) \$ 0.77 \$ 0.83 \$ 3.67     Weighted average common shares – basic   86.4 87.7 86.7 87.7	(expense) of \$0.0, \$0.5, \$(0.2), and \$0.6, respectively	0	.1	1.9		4.0		1.7	
Net (loss) income attributable to ITT Inc.:         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           Amounts attributable to ITT Inc.:           (Loss) income from continuing operations, net of tax         \$ (13.6)         \$ 66.5         \$ 68.5         \$ 323.4           Income from discontinued operations, net of tax         0.1         1.9         4.0         1.7           Net (loss) income         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           (Loss) earnings per share attributable to ITT Inc.:           Basic earnings per share:         Continuing operations         \$ (0.16)         \$ 0.76         \$ 0.79         \$ 3.69           Discontinued operations         \$ (0.16)         \$ 0.78         \$ 0.84         \$ 3.71           Diluted (loss) earnings per share:         Continuing operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.4         87.7         86.7         87.7	Net (loss) income	(12	.9)	69.1		73.9		326.2	
Amounts attributable to ITT Inc.:           (Loss) income from continuing operations, net of tax         \$ (13.6)         \$ 66.5         \$ 68.5         \$ 323.4           Income from discontinued operations, net of tax         0.1         1.9         4.0         1.7           Net (loss) income         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           (Loss) earnings per share attributable to ITT Inc.:           Basic earnings per share:         Continuing operations         \$ (0.16)         \$ 0.76         \$ 0.79         \$ 3.69           Discontinued operations         — 0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.78         \$ 0.84         \$ 3.71           Diluted (loss) earnings per share:         Continuing operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued	Less: Income attributable to noncontrolling interests	0	.6	0.7		1.4		1.1	
(Loss) income from continuing operations, net of tax       \$ (13.6)       \$ 66.5       \$ 323.4         Income from discontinued operations, net of tax       0.1       1.9       4.0       1.7         Net (loss) income       \$ (13.5)       \$ 68.4       \$ 72.5       \$ 325.1         (Loss) earnings per share attributable to ITT Inc.:         Basic earnings per share:       Continuing operations       \$ (0.16)       \$ 0.76       \$ 0.79       \$ 3.69         Discontinued operations       -       0.02       0.05       0.02         Net (loss) income       \$ (0.16)       \$ 0.78       \$ 0.84       \$ 3.71         Discontinued operations       \$ (0.16)       \$ 0.75       \$ 0.78       \$ 3.65         Discontinued operations       -       0.02       0.05       0.02         Net (loss) income       \$ (0.16)       \$ 0.77       \$ 0.83       \$ 3.67         Weighted average common shares – basic       86.4       87.7       86.7       87.7	Net (loss) income attributable to ITT Inc.	\$ (13	.5)	68.4	\$	72.5	\$	325.1	
(Loss) income from continuing operations, net of tax       \$ (13.6)       \$ 66.5       \$ 323.4         Income from discontinued operations, net of tax       0.1       1.9       4.0       1.7         Net (loss) income       \$ (13.5)       \$ 68.4       \$ 72.5       \$ 325.1         (Loss) earnings per share attributable to ITT Inc.:         Basic earnings per share:       Continuing operations       \$ (0.16)       \$ 0.76       \$ 0.79       \$ 3.69         Discontinued operations       -       0.02       0.05       0.02         Net (loss) income       \$ (0.16)       \$ 0.78       \$ 0.84       \$ 3.71         Discontinued operations       \$ (0.16)       \$ 0.75       \$ 0.78       \$ 3.65         Discontinued operations       -       0.02       0.05       0.02         Net (loss) income       \$ (0.16)       \$ 0.77       \$ 0.83       \$ 3.67         Weighted average common shares – basic       86.4       87.7       86.7       87.7	Amounts attributable to ITT Inc.								
Income from discontinued operations, net of tax   1.9   4.0   1.7		¢ (13	6) (	66.5	¢	68 5	Ф	222.4	
Net (loss) income         \$ (13.5)         \$ 68.4         \$ 72.5         \$ 325.1           (Loss) earnings per share attributable to ITT Inc.:           Basic earnings per share:         Continuing operations         \$ (0.16)         \$ 0.76         \$ 0.79         \$ 3.69           Discontinued operations         — 0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.78         \$ 0.84         \$ 3.71           Diluted (loss) earnings per share:         Continuing operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         — 0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.7         87.7		•			Ψ		Ф		
(Loss) earnings per share attributable to ITT Inc.:         Basic earnings per share:       \$ (0.16) \$ 0.76 \$ 0.79 \$ 3.69         Continuing operations       — 0.02 0.05 0.02         Net (loss) income       \$ (0.16) \$ 0.78 \$ 0.84 \$ 3.71         Diluted (loss) earnings per share:       Continuing operations       \$ (0.16) \$ 0.75 \$ 0.78 \$ 3.65         Discontinued operations       — 0.02 0.05 0.02         Net (loss) income       \$ (0.16) \$ 0.77 \$ 0.83 \$ 3.67         Weighted average common shares – basic       86.4 87.7 86.7 87.7	•				¢		¢		
Basic earnings per share:         Continuing operations       \$ (0.16)       \$ 0.76       \$ 0.79       \$ 3.69         Discontinued operations       —       0.02       0.05       0.02         Net (loss) income       \$ (0.16)       \$ 0.78       \$ 0.84       \$ 3.71         Diluted (loss) earnings per share:       Continuing operations         Continuing operations       \$ (0.16)       \$ 0.75       \$ 0.78       \$ 3.65         Discontinued operations       —       0.02       0.05       0.02         Net (loss) income       \$ (0.16)       \$ 0.77       \$ 0.83       \$ 3.67         Weighted average common shares – basic       86.4       87.7       86.7       87.7	Net (loss) income	<b>\$</b> (13	.5)	00.4	<del>-</del>	72.5	φ	323.1	
Continuing operations         \$ (0.16)         \$ 0.76         \$ 0.79         \$ 3.69           Discontinued operations         —         0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.78         \$ 0.84         \$ 3.71           Diluted (loss) earnings per share:         Continuing operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         —         0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.4         87.7         86.7         87.7	(Loss) earnings per share attributable to ITT Inc.:								
Discontinued operations         —         0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.78         \$ 0.84         \$ 3.71           Diluted (loss) earnings per share:         Continuing operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         —         0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.4         87.7         86.7         87.7	Basic earnings per share:								
Net (loss) income         \$ (0.16)         \$ 0.78         \$ 0.84         \$ 3.71           Diluted (loss) earnings per share:         Continuing operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         — 0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.4         87.7         86.7         87.7	Continuing operations	\$ (0.1	16) 9	0.76	\$	0.79	\$	3.69	
Diluted (loss) earnings per share:         Continuing operations       \$ (0.16)       \$ 0.75       \$ 0.78       \$ 3.65         Discontinued operations       —       0.02       0.05       0.02         Net (loss) income       \$ (0.16)       \$ 0.77       \$ 0.83       \$ 3.67         Weighted average common shares – basic       86.4       87.7       86.7       87.7	Discontinued operations		_	0.02		0.05		0.02	
Continuing operations         \$ (0.16)         \$ 0.75         \$ 0.78         \$ 3.65           Discontinued operations         —         0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.4         87.7         86.7         87.7	Net (loss) income	\$ (0.1	16) 5	0.78	\$	0.84	\$	3.71	
Discontinued operations         —         0.02         0.05         0.02           Net (loss) income         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.4         87.7         86.7         87.7	Diluted (loss) earnings per share:								
Net (loss) income         \$ (0.16)         \$ 0.77         \$ 0.83         \$ 3.67           Weighted average common shares – basic         86.4         87.7         86.7         87.7	Continuing operations	\$ (0.1	16) 5	0.75	\$	0.78	\$	3.65	
Weighted average common shares – basic <b>86.4</b> 87.7 <b>86.7</b> 87.7	Discontinued operations		_	0.02		0.05		0.02	
5	Net (loss) income	\$ (0.1	16) 5	0.77	\$	0.83	\$	3.67	
Weighted average common shares – diluted <b>86.4</b> 88.6 <b>87.3</b> 88.6	Weighted average common shares – basic	86	.4	87.7		86.7		87.7	
	Weighted average common shares – diluted	86	.4	88.6		87.3		88.6	

## CONSOLIDATED BALANCE SHEETS (UNAUDITED)

(IN MILLIONS, EXCEPT PER SHARE AMOUNTS)

	De	ecember 31, 2020	December 31, 2019		
Assets					
Current assets:					
Cash and cash equivalents	\$	859.8	\$	612.1	
Receivables, net		507.5		578.4	
Inventories, net		360.5		392.9	
Other current assets		189.5		153.4	
Total current assets		1,917.3		1,736.8	
Plant, property and equipment, net		525.1		531.5	
Goodwill		944.8		927.2	
Other intangible assets, net		106.4		138.0	
Asbestos-related assets		353.7		319.6	
Deferred income taxes		158.3		138.1	
Other non-current assets		272.0		316.5	
Total non-current assets		2,360.3		2,370.9	
Total assets	\$	4,277.6	\$	4,107.7	
Liabilities and Shareholders' Equity					
Current liabilities:					
Commercial paper and current maturities of long-term debt	\$	106.8	\$	86.5	
Accounts payable		306.8		332.4	
Accrued liabilities		457.4		430.8	
Total current liabilities		871.0		849.7	
Asbestos-related liabilities		840.6		731.6	
Postretirement benefits		227.5		213.9	
Other non-current liabilities		210.6		234.7	
Total non-current liabilities		1,278.7		1,180.2	
Total liabilities		2,149.7		2,029.9	
Shareholders' equity:					
Common stock:					
Authorized – 250.0 shares, \$1 par value per share					
Issued and Outstanding – 86.5 and 87.8 shares, respectively		86.5		87.8	
Retained earnings		2,319.3		2,372.4	
Accumulated other comprehensive loss:					
Postretirement benefit plans		(55.9)		(133.3)	
Cumulative translation adjustments		(223.5)		(252.0)	
Total ITT Inc. shareholders' equity		2,126.4		2,074.9	
Noncontrolling interests		1.5		2.9	
Total shareholders' equity		2,127.9		2,077.8	
Total liabilities and shareholders' equity	\$	4,277.6	\$	4,107.7	

## CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)

(IN MILLIONS)

For the Twelve Months Ended December 31		2020		2019		
Operating Activities						
Income from continuing operations attributable to ITT Inc.	\$	68.5	\$	323.4		
Adjustments to income from continuing operations						
Depreciation and amortization		112.2		113.4		
Equity-based compensation		13.4		15.7		
Asbestos-related costs (benefit), net		66.3		(20.2)		
Pension settlement charges		137.0		_		
Deferred income tax (benefit) expense		(43.9)		30.9		
Asset impairment charges		16.3		1.0		
(Gain) loss on sale or disposal of long-lived assets		(2.0)		1.0		
Other non-cash charges, net		45.0		37.8		
Asbestos-related payments, net		(9.8)		(21.6)		
Contributions to postretirement plans		(18.0)		(22.9)		
Changes in assets and liabilities:						
Change in receivables		83.3		(40.6)		
Change in inventories		36.5		(0.6)		
Change in contract assets		(1.0)		2.7		
Change in contract liabilities		(1.9)		(5.1)		
Change in accounts payable		(34.7)		(1.9)		
Change in accrued expenses		4.2		(14.7)		
Change in income taxes		(6.2)		(9.6)		
Other, net		(29.3)		(31.0)		
Net Cash – Operating activities		435.9		357.7		
Investing Activities						
Capital expenditures		(63.7)		(91.4)		
Proceeds from sale of long-lived assets		1.7		0.9		
Acquisitions, net of cash acquired		(4.7)		(113.1)		
Other, net		0.9		0.2		
Net Cash – Investing activities		(65.8)		(203.4)		
Financing Activities						
Commercial paper, net borrowings (repayments)		13.1		(27.2)		
Short-term revolving loans, borrowings		495.8		_		
Short-term revolving loans, repayments		(524.7)		_		
Long-term debt, issued		1.5		8.1		
Long-term debt, repayments		(2.5)		(3.2)		
Repurchase of common stock		(84.2)		(41.4)		
Dividends paid		(59.0)		(52.1)		
Proceeds from issuance of common stock		4.3		14.9		
Other, net		(2.9)		(0.6)		
Net Cash – Financing activities		(158.6)		(101.5)		
Exchange rate effects on cash and cash equivalents		35.2		(3.0)		
Net cash from discontinued operations – operating activities		1.0		0.9		
Net change in cash and cash equivalents		247.7		50.7		
Cash and cash equivalents – beginning of year (includes restricted cash of \$0.8 and \$1.0,		2-77.7		00.1		
respectively)		612.9		562.2		
Cash and Cash Equivalents – end of Period (includes restricted cash of \$0.8 and \$0.8,						
	\$	860.6	\$	612.9		
·			Ψ	0.2.0		
respectively)	Ψ					
respectively) Supplemental Cash Flow Disclosures	Ψ					
respectively)  Supplemental Cash Flow Disclosures  Cash paid (received) during the year for:  Interest	\$	3.3	\$	2.5		