

The TJX Companies, Inc.
Financial Reconciliations

Explanation of Non-GAAP Financial Measures

The Company reports its financial results in accordance with generally accepted accounting principles in the U.S. (GAAP). However, management believes that certain non-GAAP financial measures used in managing the business may provide users of this financial information additional meaningful comparisons between current results and results in prior operating periods and between results in prior periods and expectations for future periods. Management believes that these non-GAAP financial measures can provide additional meaningful reflection of underlying trends of the business because they provide a comparison of historical information that excludes certain items that impact the overall comparability. Management also uses these non-GAAP financial measures in making financial, operating and planning decisions and in evaluating the Company's performance.

The tables below provide supplemental non-GAAP financial data and corresponding reconciliations to GAAP financial measures. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, the Company's reported results prepared in accordance with GAAP.

Table 1: Reconciliation of Reported and Estimated Earnings Per Share from Continuing Operations

	Q3			1st 9 Months			Q4			Full Year				
	<u>FY13</u>	<u>FY14</u>	<u>FY15</u>	<u>FY13</u>	<u>FY14</u>	<u>FY15</u>	<u>FY13</u>	<u>FY14</u>	<u>FY15</u>		<u>FY13</u>	<u>FY14</u>	<u>FY15</u>	
	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Actual	Guidance		Actual	Actual	Guidance	
									Low	High			Low	High
EPS from continuing operations	\$0.62	\$0.86	\$0.85	\$1.73	\$2.14	\$2.22	\$0.82	\$0.81	\$0.86	\$0.90	\$2.55	\$2.94	\$3.07	\$3.11
<i>Y/Y EPS Growth</i>		39%	(1%)		24%	4%		(1%)	6%	11%		15%	4%	6%
<u>Adjustments for items impacting comparability</u>														
Debt Extinguishment ⁽¹⁾						\$0.01							\$0.02	\$0.02
Tax Benefits ⁽²⁾		(0.11)			(0.11)							(0.11)		
Impact of 53rd week in fiscal year							(0.08)				(0.08)			
Adjusted EPS	<u>\$0.62</u>	<u>\$0.75</u>	<u>\$0.85</u>	<u>\$1.73</u>	<u>\$2.03</u>	<u>\$2.23</u>	<u>\$0.74</u>	<u>\$0.81</u>	<u>\$0.86</u>	<u>\$0.90</u>	<u>\$2.47</u>	<u>\$2.83</u>	<u>\$3.09</u>	<u>\$3.13</u>
<i>Y/Y EPS Growth (Adjusted basis)</i>		21%	13%		17%	10%		9%	6%	11%		15%	9%	11%

Note: Figures may not foot due to rounding.

⁽¹⁾ On July 8, 2014 the Company redeemed its \$400 million 4.20% notes prior to their scheduled maturity of August 15, 2015, pursuant to the terms of the indenture and recorded a pre-tax loss on the early extinguishment of debt of \$16.8 million. The charge for the early extinguishment of this debt reduces net income for the fiscal 2015 1st 9 Months by \$0.01 per share.

⁽²⁾ Due to reversal of state, federal and foreign tax reserves and allowances

Table 2: Reconciliation of FY14 to FY15 Estimated Margins ⁽¹⁾

<u>FY14 Full Year Actual:</u>	Total TJX	Marmaxx	HomeGoods	TJX Canada	TJX Europe
FY14 profit margin on a GAAP basis	12.1%	14.6%	12.9%	14.1%	7.6%
<i>Less impact of foreign currency ⁽²⁾</i>	—	—	—	<u>(0.5)</u>	<u>0.2</u>
FY14 profit margin as adjusted	12.1%	14.6%	12.9%	13.6%	7.8%
Note - Amounts may not foot due to rounding					
<u>FY15 Full Year Guidance:</u>					
FY15 estimated profit margin on a GAAP basis	12.1% - 12.1%	14.6% - 14.7%	13.1% - 13.2%	12.5% - 12.6%	8.2% - 8.3%
<i>Less estimated impact of debt extinguishment ⁽³⁾</i>	<u>0.0 - 0.1</u>	—	—	—	—
FY15 estimated profit margin less impact of debt extinguishment ⁽³⁾	12.1% - 12.2%	14.6% - 14.7%	13.1% - 13.2%	12.5% - 12.6%	8.2% - 8.3%
<i>Less estimated impact of foreign currency ⁽²⁾</i>	<u>0.1</u>	—	—	<u>0.6</u>	—
FY15 estimated profit margin as adjusted	12.2% - 12.3%	14.6% - 14.7%	13.1% - 13.2%	13.1% - 13.2%	8.2% - 8.3%

(1) Profit margin is pre-tax profit margin for Total TJX and segment profit margin for all of our business segments

(2) Foreign currency includes the impact of translation as well as the mark-to-market adjustment of our inventory derivatives. Foreign currency translation only impacts Estimated FY15 to FY14 comparisons, therefore FY14 does not include an adjustment for translation

(3) On July 8, 2014 the Company redeemed its \$400 million 4.20% notes prior to their scheduled maturity of August 15, 2015, pursuant to the terms of the indenture and recorded a pre-tax loss on the early extinguishment of debt of \$16.8 million.