The TJX Companies, Inc.

Q1 FY27 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 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 affect overall comparability. Non-GAAP financial measures used in these tables include net sales growth on a constant currency basis, pretax profit margin on a constant currency basis, and consolidated inventory on a per store basis, on a constant currency basis. The Company uses these non-GAAP financial measures in making financial, operating and planning decisions and in evaluating the Company’s performance, including relative to others in the market. Management also uses these non-GAAP measures to consider underlying trends of the Company’s business, and believes presenting these measures also provides information to investors and others to assist them in understanding and evaluating trends in the Company's operating results or measuring performance in the same manner as the Company's management. Non-GAAP financial measures should be considered in addition to, and not as an alternative to, the Company's reported results prepared in accordance with GAAP. The use of these non-GAAP financial measures may differ from similar measures reported by other companies and may not be comparable to other similarly titled measures.

Table 1: Reconciliations of Full-Year FY26 and Full-Year FY27 Guidance[1][2]

	Full-Year FY26	Full-Year FY27 Guidance Low	Full-Year FY27 Guidance High
Gross margin	**31.0%**	**31.2%**	**31.3%**
Y/Y gross margin growth		*0.2%*	*0.3%*
Adjustments for items impacting comparability			
Impact from litigation settlement related expenses[3]	*0.0%*	*—%*	*—%*
Adjusted gross margin	**31.0%**	**31.2%**	**31.3%**
Adjusted Y/Y gross margin growth		*0.2%*	*0.3%*
Selling, general, and administrative expense	**19.1%**	**19.5%**	**19.5%**
Y/Y selling, general, and administrative expense growth		*0.4%*	*0.4%*
Adjustments for items impacting comparability			
Net benefit from litigation settlement gain and related expenses[4]	*0.4%*	*—%*	*—%*
Adjusted selling, general, and administrative expense	**19.5%**	**19.5%**	**19.5%**
Adjusted Y/Y selling, general, and administrative expense growth		*—%*	*—%*
Consolidated pretax profit margin	**12.1%**	**11.9%**	**12.0%**
Y/Y consolidated pretax profit margin growth		*(0.2)%*	*(0.1)%*
Adjustments for items impacting comparability			
Net benefit from litigation settlement gain and related expenses[2]	*(0.4)%*	*—%*	*—%*
Adjusted consolidated pretax profit margin	**11.7%**	**11.9%**	**12.0%**
Adjusted Y/Y consolidated pretax profit margin growth		*0.2%*	*0.3%*
Diluted earnings per share	**$4.87**	**$5.08**	**$5.15**
Y/Y diluted earnings per share growth		*4%*	*6%*
Adjustments for items impacting comparability			
Net benefit from litigation settlement gain and related expenses[2]	*$(0.14)*	*$—*	*$—*
Adjusted diluted earnings per share	**$4.73**	**$5.08**	**$5.15**
Adjusted Y/Y diluted earnings per share growth		*7%*	*9%*

(1) All year-over-year (Y/Y) growth percentages are calculated based on rounded millions.

(2) During the fourth quarter of Fiscal 2026, the Company entered into a settlement agreement to resolve litigation related to credit card interchange fees in which the Company was a plaintiff, resulting in a gain of $470 million which benefitted the Company's SG&A costs. Due to this gain, the Company incurred non-recurring settlement-related expenses of $249 million. These expenses consist of $116 million related to a portion of incentive compensation expense globally, $82 million related to a discretionary bonus for eligible non-bonus plan Associates globally, and $51 million of legal expenses. The net benefit of this gain from the settlement and related expenses was approximately $221 million for the Company's fourth quarter and full year Fiscal 2026 pretax profit.

(3) Includes part of the non-recurring settlement expenses related to the incentive compensation and discretionary bonus expenses.

(4) Includes the litigation settlement gain and the non-recurring settlement expenses related to part of the incentive compensation and discretionary bonus expenses as well as the legal expenses.

Table 2: Reconciliations of FX Impact on Sales and Pretax Profit Margin[1][2]

Q1 FY27:	Total TJX	Marmaxx[3]	HomeGoods[4]	TJX Canada[5]	TJX International[6]
Net sales					
Net sales growth	9%	7%	11%	12%	13%
Impact of foreign currency[1]	*(1)%*	*—%*	*—%*	*(3)%*	*(6)%*
Net sales growth on a constant currency basis[1]	8%	7%	11%	9%	7%
Pretax profit margin					
Pretax profit margin	12.0%	14.7%	12.9%	11.7%	4.6%
Impact of foreign currency[1][2]	*0.1%*	*—%*	*—%*	*0.0%*	*0.1%*
Pretax profit margin on a constant currency basis[1][2]	12.1%	14.7%	12.9%	11.7%	4.7%

[1] Changes in foreign currency exchange rates affect the translation of sales and earnings of the Company's international businesses into U.S. dollars for financial reporting purposes. Changes in currency exchange rates can have a material effect on the magnitude of these translations and adjustments when there is significant volatility in currency exchange rates. Given the global operations of the Company, to facilitate comparability, the Company has provided net sales growth and pretax profit margin on a constant currency basis, which assumes a constant exchange rate between periods for translation based on the rate in effect for the prior period.

[2] The impact of foreign currency includes the mark-to-market adjustment of our inventory hedges at the total TJX consolidated level.

[3] Includes TJ Maxx, Marshalls, and Sierra stores as well as their e-commerce sites.

[4] Includes HomeGoods and Homesense stores.

[5] Includes Winners, HomeSense, and Marshalls stores in Canada.

[6] Includes TK Maxx and Homesense stores as well as TK Maxx e-commerce sites in Europe.

Table 3: Reconciliation of FX Impact on Inventory

Q1 FY27 Actual:	**Percent change vs. Q1 FY26**
Consolidated inventory on a per store basis[1]	7%
Impact of foreign currency[2]	*1%*
Consolidated inventory on a per store basis, on a constant currency basis [1][2]	6%

[1] Consolidated inventories on a per store basis, including distribution centers, but excluding inventory in transit and the Company's e-commerce sites.

[2] Changes in foreign currency exchange rates affect the translation of sales and earnings of the Company's international businesses into U.S. dollars for financial reporting purposes. Changes in currency exchange rates can have a material effect on the magnitude of these translations and adjustments when there is significant volatility in currency exchange rates. Given the global operations of the Company, to facilitate comparability, the Company has provided inventory on a constant currency basis, which assumes a constant exchange rate between periods for translation based on the rate in effect for the prior period.