

THE COCA-COLA COMPANY AND SUBSIDIARIES

Reconciliation of GAAP and Non-GAAP Financial Measures

(UNAUDITED)

The company reports its financial results in accordance with accounting principles generally accepted in the United States ("GAAP" or referred to herein as "reported"). To supplement our consolidated financial statements reported on a GAAP basis, we provide the following non-GAAP financial measures: "comparable net revenues", "comparable currency neutral net revenues", "organic revenues", "comparable operating margin", "underlying operating margin", "comparable operating income", "comparable currency neutral operating income", "comparable EPS", "comparable currency neutral EPS", "underlying effective tax rate", "free cash flow" and "net share issuances (repurchases)", each of which are defined below. Management believes these non-GAAP financial measures provide investors with additional meaningful financial information that should be considered when assessing our underlying business performance and trends. Further, management believes these non-GAAP financial measures also enhance investors' ability to compare period-to-period financial results. 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. Our non-GAAP financial measures do not represent a comprehensive basis of accounting. Therefore, our non-GAAP financial measures may not be comparable to similarly titled measures reported by other companies. Reconciliations of each of these non-GAAP financial measures to GAAP information are also included. Management uses these non-GAAP financial measures in making financial, operating, compensation and planning decisions and in evaluating the company's performance. Disclosing these non-GAAP financial measures allows investors and company management to view our operating results excluding the impact of items that are not reflective of the underlying operating performance.

DEFINITIONS

- "Currency neutral operating results" are determined by dividing or multiplying, as appropriate, our current period actual U.S. dollar operating results, by the current period actual exchange rates (that include the impact of current period currency hedging activities), to derive our current period local currency operating results. We then multiply or divide, as appropriate, the derived current period local currency operating results by the foreign currency exchange rates (that also include the impact of the comparable prior period currency hedging activities) used to translate the company's financial statements in the comparable prior year period to determine what the current period U.S. dollar operating results would have been if the foreign currency exchange rates had not changed from the comparable prior year period.
- "Structural changes" generally refer to acquisitions and divestitures of bottling and distribution operations including the impact of intercompany transactions among our operating segments. In 2019, the company acquired controlling interests in bottling operations in Zambia and Eswatini. In 2018, the company acquired controlling interests in the Philippine bottling operations and Oman bottling operations, both of which were previously accounted for as equity method investees, as well as controlling interests in bottling operations in Zambia and Botswana. The impact of these acquisitions has been included as a structural change in our analysis of net operating revenues on a consolidated basis as well as for the Europe, Middle East and Africa, Asia Pacific and Bottling Investments operating segments. In 2018, the company refranchised our Canadian and Latin American bottling operations. The impact of these refranchising activities has been included as a structural change in our analysis of net operating revenues on a consolidated basis as well as for the North America, Latin America and Bottling Investments operating segments.
- "Comparable net revenues" is a non-GAAP financial measure that excludes or has otherwise been adjusted for items impacting comparability (discussed further below). "Comparable currency neutral net revenues" is a non-GAAP financial measure that excludes or has otherwise been adjusted for items impacting comparability (discussed further below) as well as the impact of changes in foreign currency exchange rates. Management believes the comparable net revenues (non-GAAP) growth measure and the comparable currency neutral net revenues (non-GAAP) growth measure provide investors with useful supplemental information to enhance their understanding of the company's revenue performance and trends by improving their ability to compare our period-to-period results. "Organic revenues" is a non-GAAP financial measure that excludes or has otherwise been adjusted for the impact of acquisitions, divestitures and structural changes, as applicable, and the impact of changes in foreign currency exchange rates. Management believes the organic revenue (non-GAAP) growth measure provides users with useful supplemental information regarding the company's ongoing revenue performance and trends by presenting revenue growth excluding the impact of foreign exchange as well as the impact of acquisitions, divestitures and structural changes. The adjustments related to acquisitions, divestitures and structural changes for the three and nine months ended September 27, 2019 and September 28, 2018 consisted of the structural changes discussed above.

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Additionally, in 2019, the company acquired Costa Limited ("Costa"). The impact of this acquisition has been included in acquisitions and divestitures in our analysis of net operating revenues on a consolidated basis as well as for the Global Ventures operating segment. In 2019, the company also acquired the remaining equity interest in C.H.I. Limited ("CHI"). The impact of this acquisition has been included in acquisitions and divestitures in our analysis of net operating revenues on a consolidated basis as well as for the Europe, Middle East and Africa operating segment.

- "Comparable operating income" is a non-GAAP financial measure that excludes or has otherwise been adjusted for items impacting comparability (discussed further below). "Comparable currency neutral operating income" is a non-GAAP financial measure that excludes or has otherwise been adjusted for items impacting comparability (discussed further below) and the impact of changes in foreign currency exchange rates. "Comparable operating margin" is a non-GAAP financial measure that excludes or has otherwise been adjusted for items impacting comparability (discussed further below). "Underlying operating margin" is a non-GAAP financial measure that excludes or has otherwise been adjusted for items impacting comparability (discussed further below), the impact of changes in foreign currency exchange rates, and the impact of acquisitions, divestitures and structural changes, as applicable. Management uses these non-GAAP financial measures to evaluate the company's performance and make resource allocation decisions. Further, management believes the comparable operating income (non-GAAP) growth measure, comparable currency neutral operating income (non-GAAP) growth measure, comparable operating margin (non-GAAP) measure and underlying operating margin (non-GAAP) measure enhance its ability to communicate the underlying operating results and provide investors with useful supplemental information to enhance their understanding of the company's underlying business performance and trends by improving their ability to compare our period-to-period financial results.
- "Comparable EPS" and "comparable currency neutral EPS" are non-GAAP financial measures that exclude or have otherwise been adjusted for items impacting comparability (discussed further below). Comparable currency neutral EPS (non-GAAP) has also been adjusted for the impact of changes in foreign currency exchange rates. Management uses these non-GAAP financial measures to evaluate the company's performance and make resource allocation decisions. Further, management believes the comparable EPS (non-GAAP) and comparable currency neutral EPS (non-GAAP) growth measures enhance its ability to communicate the underlying operating results and provide investors with useful supplemental information to enhance their understanding of the company's underlying business performance and trends by improving their ability to compare our period-to-period financial results.
- "Underlying effective tax rate" is a non-GAAP financial measure that represents the estimated annual effective income tax rate on income before income taxes, which excludes or has otherwise been adjusted for items impacting comparability (discussed further below).
- "Free cash flow" is a non-GAAP financial measure that represents net cash provided by operating activities less purchases of property, plant and equipment. Management uses this non-GAAP financial measure to evaluate the company's performance and make resource allocation decisions.
- "Net share issuances (repurchases)" is a non-GAAP financial measure that reflects the net amount of issuances of stock or purchases of stock for treasury after considering proceeds from the issuances of stock, the net change in stock issuance receivables (related to employee stock options exercised but not settled prior to the end of the period) and the net change in treasury stock payables (for treasury shares repurchased but not settled prior to the end of the period).

ITEMS IMPACTING COMPARABILITY

The following information is provided to give qualitative and quantitative information related to items impacting comparability. Items impacting comparability are not defined terms within GAAP. Therefore, our non-GAAP financial information may not be comparable to similarly titled measures reported by other companies. We determine which items to consider as "items impacting comparability" based on how management views our business; makes financial, operating, compensation and planning decisions; and evaluates the company's ongoing performance. Items such as charges, gains and accounting changes which are viewed by management as impacting only the current period or the comparable period, but not both, or as pertaining to different and unrelated underlying activities or events across

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comparable periods, are generally considered "items impacting comparability." Items impacting comparability include, but are not limited to, asset impairments, charges related to our productivity and reinvestment initiatives, and transaction gains/losses, in each case when exceeding a U.S. dollar threshold. Also included are our proportionate share of similar items incurred by our equity method investees, timing differences related to our economic (nondesignated) hedging activities, and timing differences related to unrealized mark-to-market adjustments of equity securities and trading debt securities, regardless of size. In addition, we provide the impact that changes in foreign currency exchange rates had on our financial results ("currency neutral operating results" defined above).

Asset Impairments

During the three and nine months ended September 27, 2019, the company recorded other-than-temporary impairment charges of \$120 million and \$406 million, respectively, related to Coca-Cola Bottlers Japan Holdings Inc. ("CCBJHI"), an equity method investee. Based on the extent to which the market value of our investment in CCBJHI has been less than our carrying value and the financial condition and near-term prospects of the issuer, management determined that the decline in fair value was other than temporary in nature. During the three and nine months ended September 27, 2019, we also recorded other-than-temporary impairment charges of \$255 million related to certain equity method investees in the Middle East. These impairment charges were primarily driven by revised projections of future operating results largely related to instability in the region and recent changes in local excise taxes.

During the three and nine months ended September 27, 2019, the company recorded an impairment charge of \$42 million related to a trademark in Asia Pacific, which was primarily driven by revised projections of future operating results for the trademark.

During the nine months ended September 27, 2019, we recorded an other-than-temporary impairment charge of \$57 million related to one of our equity method investees in North America. This charge was primarily driven by revised projections of future operating results. During the nine months ended September 27, 2019, we also recorded an other-than-temporary impairment charge of \$49 million related to one of our equity method investees in Latin America. This impairment charge was primarily driven by revised projections of future operating results.

During the three and nine months ended September 28, 2018, the company recorded other-than-temporary impairment charges of \$205 million and \$257 million, respectively. The charge of \$205 million was related to an equity method investee in Indonesia. This impairment was primarily driven by revised projections of future operating results reflecting unfavorable macroeconomic conditions and foreign currency exchange rate fluctuations. During the nine months ended September 28, 2018, the company recorded an other-than-temporary impairment charge of \$52 million related to one of our equity method investees in Latin America. This impairment was primarily driven by revised projections of future operating results.

During the nine months ended September 28, 2018, the company recorded charges of \$450 million related to the impairment of Coca-Cola Refreshments ("CCR") assets primarily as a result of management's view of the proceeds that were expected to be received for the remaining bottling territories upon their refranchising. These charges were determined by comparing the fair values of the assets to their carrying values.

Productivity and Reinvestment

During the three and nine months ended September 27, 2019, the company recorded charges of \$61 million and \$184 million, respectively, related to our productivity and reinvestment initiatives. During the three and nine months ended September 28, 2018, the company recorded charges of \$132 million and \$377 million, respectively, related to our productivity and reinvestment initiatives. These charges included \$25 million and \$64 million during the three and nine months ended September 28, 2018, respectively, due to pension settlements. These initiatives are focused on four key areas: restructuring the company's global supply chain; implementing zero-based work, an evolution of zero-based budget principles across the organization; streamlining and simplifying the company's operating model; and further driving increased discipline and efficiency in direct marketing investments. Under this operating model, our business units will be supported by an expanded enabling services organization and a corporate center focused on a few strategic initiatives, policy and governance. The expanded enabling services organization will focus on both simplifying and standardizing key transactional processes and providing support to business units through global centers of excellence. The savings realized from the program will enable the company to fund marketing initiatives and innovation required to deliver

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sustainable net revenue growth. The savings will also support margin expansion and increased returns on invested capital over time.

Equity Investees

During the three and nine months ended September 27, 2019, the company recorded net charges of \$39 million and \$107 million, respectively. During the three and nine months ended September 28, 2018, the company recorded a net gain of \$19 million and a net charge of \$65 million, respectively. These amounts represent the company's proportionate share of significant operating and nonoperating items recorded by certain of our equity method investees.

Transaction Gains/Losses

During the three and nine months ended September 27, 2019, the company recognized a gain of \$739 million on the sale of a retail and office building in New York City.

During the nine months ended September 27, 2019, the company recorded an adjustment to reduce the carrying amount of Coca-Cola Beverages Africa's ("CCBA") fixed assets and definite-lived intangible assets by \$160 million as a result of the company's change in plans for CCBA as it now intends to maintain its controlling stake in CCBA for the foreseeable future. During the three and nine months ended September 28, 2018, the company recorded an impairment charge of \$554 million related to assets held by CCBA. This charge was incurred primarily as a result of management's view of the proceeds that were expected to be received based on revised projections of future operating results and foreign currency exchange rate fluctuations.

During the three and nine months ended September 27, 2019, the company recorded net charges of \$103 million and \$107 million, respectively, related to North America refranchising. These net charges were primarily related to post-closing adjustments as contemplated by the related agreements. During the three and nine months ended September 28, 2018, the company recorded net charges of \$275 million and \$379 million, respectively, related to the refranchising of certain bottling territories in North America.

During the nine months ended September 27, 2019, the company recorded charges of \$4 million. During the three and nine months ended September 28, 2018, the company recorded charges of \$12 million and \$33 million, respectively. These charges were primarily related to payments made to certain of our unconsolidated bottling partners in North America in order to convert their bottling agreements to a comprehensive beverage agreement with additional requirements.

During the nine months ended September 27, 2019, the company recognized a \$121 million loss in conjunction with our acquisition of the remaining equity ownership interest in CHI, which included the remeasurement of our previously held equity interest in CHI to fair value and the reversal of the related cumulative translation adjustments.

During the nine months ended September 27, 2019, the company incurred \$46 million of transaction costs associated with the purchase of Costa, which we acquired in January 2019.

During the nine months ended September 27, 2019, the company recorded a gain of \$39 million related to the sale of a portion of our equity ownership interest in Embotelladora Andina S.A. The company also recorded a net gain of \$370 million related to the sale of our equity ownership in Corporación Lindley S.A. during the three and nine months ended September 28, 2018.

During the nine months ended September 27, 2019, the company recorded charges of \$8 million. The company also recorded charges of \$6 million and \$9 million during the three and nine months ended September 28, 2018, respectively. These charges were for noncapitalizable transaction costs associated with pending and closed transactions.

During the three and nine months ended September 28, 2018, the company recorded net gains of \$11 million and \$47 million, respectively, due to the refranchising of our Latin American bottling operations.

During the three and nine months ended September 27, 2019, the company recorded charges of \$21 million and \$61 million, respectively, primarily related to costs incurred to refranchise certain of our North America bottling operations. The company also recorded charges of \$38 million and \$117 million during the three and nine months ended September 28, 2018, respectively. These costs include, among other items, internal and external costs for individuals directly working on the refranchising efforts, severance, special termination benefits, and costs associated with the

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implementation of information technology systems to facilitate consistent data standards and availability throughout our bottling systems. In addition, during the nine months ended September 28, 2018, the company recorded charges of \$47 million due to pension settlements as a result of these refranchising activities.

During the nine months ended September 28, 2018, the company recorded charges of \$33 million primarily related to the reversal of the cumulative translation adjustments resulting from the substantial liquidation of the company's former Russian juice operations.

CCBA Unrecognized Depreciation and Amortization

These amounts represent the depreciation and amortization that the company would have recorded during the periods presented had CCBA not been classified as held for sale.

Other Items

Economic (Nondesignated) Hedges

The company uses derivatives as economic hedges primarily to mitigate the foreign exchange risk for certain currencies and the price risk associated with the purchase of materials used in the manufacturing process as well as the purchase of vehicle fuel. Although these derivatives were not designated and/or did not qualify for hedge accounting, they are effective economic hedges. The changes in fair values of these economic hedges are immediately recognized into earnings.

The company excludes the net impact of mark-to-market adjustments for outstanding hedges and realized gains/losses for settled hedges from our non-GAAP financial information until the period in which the underlying exposure being hedged impacts our condensed consolidated statement of income. Management believes this adjustment provides meaningful information related to the impact of our economic hedging activities. During the three and nine months ended September 27, 2019, the net impact of the company's adjustment related to our economic hedging activities resulted in increases of \$42 million and \$32 million, respectively, to our non-GAAP income before income taxes.

During the three and nine months ended September 28, 2018, the net impact of the company's adjustment related to our economic hedging activities resulted in decreases of \$13 million and \$45 million, respectively, to our non-GAAP income before income taxes. These adjustments include a net gain of \$41 million related to the mark-to-market adjustments associated with the purchase price of a business combination.

Unrealized Gains and Losses on Equity and Trading Debt Securities

The company excludes the net impact of unrealized gains and losses resulting from mark-to-market adjustments on our equity and trading debt securities from our non-GAAP financial information until the period in which the underlying securities are sold and the associated gains or losses are realized. Management believes this adjustment provides meaningful information related to the impact of our investments in equity and trading debt securities. During the three and nine months ended September 27, 2019, the net impact of the company's adjustment related to unrealized gains and losses on our equity and trading debt securities resulted in decreases of \$17 million and \$155 million, respectively, to our non-GAAP income before income taxes.

During the three and nine months ended September 28, 2018, the net impact of the company's adjustment related to unrealized gains and losses on our equity and trading debt securities resulted in a decrease of \$32 million and an increase of \$40 million, respectively, to our non-GAAP income before income taxes.

Other

During the three and nine months ended September 27, 2019, the company recorded other charges of \$1 million and \$3 million, respectively. During the three and nine months ended September 28, 2018, the company recorded other charges of \$4 million and \$31 million, respectively. These charges were primarily related to tax litigation expense.

During the three and nine months ended September 28, 2018, the company recorded a net gain of \$27 million related to the early extinguishment of long-term debt.

Certain Tax Matters

During the three and nine months ended September 27, 2019, the company recorded an income tax benefit of \$229 million primarily associated with return to provision adjustments. During the three and nine months ended

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September 27, 2019, the company also recorded \$27 million and \$81 million, respectively, of excess tax benefits associated with the company's stock-based compensation arrangements. During the nine months ended September 27, 2019, the company recorded an income tax benefit of \$81 million related to the reversal of a U.S. state valuation allowance. During the three and nine months ended September 27, 2019, the company recorded net tax charges of \$43 million and \$146 million, respectively, for changes to our uncertain tax positions, including interest and penalties, as well as for agreed-upon tax matters.

During the three and nine months ended September 28, 2018, the company recorded \$125 million of income tax benefit and \$9 million of income tax expense, respectively, primarily as a result of adjustments to our provisional remeasurement of deferred taxes recorded as of December 31, 2017 related to the Tax Cuts and Jobs Act signed into law on December 22, 2017. In addition, during the three and nine months ended September 28, 2018, the company recorded \$27 million and \$114 million, respectively, of excess tax benefits associated with the company's stock-based compensation arrangements. During the three and nine months ended September 28, 2018, the company also recorded net tax charges of \$3 million and \$45 million, respectively, for changes to our uncertain tax positions, including interest and penalties, as well as for agreed-upon tax matters.

2019 OUTLOOK

The 2019 outlook information provided in this earnings release includes forward-looking non-GAAP financial measures, which management uses in measuring performance. The company is not able to reconcile full year 2019 projected organic revenues (non-GAAP) to full year 2019 projected reported net revenues, full year 2019 projected comparable currency neutral net revenues (non-GAAP) to full year 2019 projected reported net revenues, full year 2019 projected comparable currency neutral operating income (non-GAAP) to full year 2019 projected reported operating income, or full year 2019 projected comparable EPS (non-GAAP) to full year 2019 projected reported EPS without unreasonable efforts because it is not possible to predict with a reasonable degree of certainty the actual impact of changes in foreign currency exchange rates; the exact timing and amount of acquisitions, divestitures and/or structural changes; and the exact timing and amount of comparability items throughout 2019. The unavailable information could have a significant impact on full year 2019 GAAP financial results.

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(In millions except per share data)

Three Months Ended September 27, 2019								
	Net operating revenues	Cost of goods sold	Gross profit	Gross margin	Selling, general and administrative expenses	Other operating charges	Operating income	Operating margin
Reported (GAAP)	\$ 9,507	\$ 3,767	\$ 5,740	60.4%	\$ 3,116	\$ 125	\$ 2,499	26.3%
Items Impacting Comparability:								
Asset Impairments	—	—	—		—	(42)	42	
Productivity and Reinvestment	—	—	—		—	(61)	61	
Equity Investees	—	—	—		—	—	—	
Transaction Gains/Losses	—	—	—		—	(21)	21	
CCBA Unrecognized Depreciation and Amortization	—	—	—		—	—	—	
Other Items	(7)	(50)	43		—	(1)	44	
Certain Tax Matters	—	—	—		—	—	—	
Comparable (Non-GAAP)	\$ 9,500	\$ 3,717	\$ 5,783	60.9%	\$ 3,116	\$ —	\$ 2,667	28.1%

Three Months Ended September 28, 2018								
	Net operating revenues	Cost of goods sold	Gross profit	Gross margin	Selling, general and administrative expenses	Other operating charges	Operating income	Operating margin
Reported (GAAP)	\$ 8,775	\$ 3,346	\$ 5,429	61.9%	\$ 2,660	\$ 155	\$ 2,614	29.8%
Items Impacting Comparability:								
Asset Impairments	—	—	—		—	—	—	
Productivity and Reinvestment	—	—	—		—	(107)	107	
Equity Investees	—	—	—		—	—	—	
Transaction Gains/Losses	—	—	—		—	(44)	44	
CCBA Unrecognized Depreciation and Amortization	—	22	(22)		68	—	(90)	
Other Items	18	(2)	20		—	(4)	24	
Certain Tax Matters	—	—	—		—	—	—	
Comparable (Non-GAAP)	\$ 8,793	\$ 3,366	\$ 5,427	61.7%	\$ 2,728	\$ —	\$ 2,699	30.7%

	Net operating revenues	Cost of goods sold	Gross profit	Selling, general and administrative expenses	Other operating charges	Operating income
% Change — Reported (GAAP)	8	13	6	17	(20)	(4)
% Currency Impact	(3)	(1)	(4)	(2)	—	(6)
% Change — Currency Neutral (Non-GAAP)	11	13	10	19	—	1
% Change — Comparable (Non-GAAP)	8	10	7	14	—	(1)
% Comparable Currency Impact (Non-GAAP)	(3)	(1)	(4)	(2)	—	(7)
% Change — Comparable Currency Neutral (Non-GAAP)	11	11	11	16	—	5

Note: Certain columns may not add due to rounding. Certain growth rates may not recalculate using the rounded dollar amounts provided.

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Three Months Ended September 27, 2019							
	Interest expense	Equity income (loss) — net	Other income (loss) — net	Income before income taxes	Income taxes ¹	Effective tax rate	Diluted net income per share
Reported (GAAP)	\$ 230	\$ 346	\$ 324	\$ 3,092	\$ 503	16.3%	\$ 2,593
Items Impacting Comparability:							
Asset Impairments	—	—	375	417	—		0.10
Productivity and Reinvestment	—	—	—	61	14		0.01
Equity Investees	—	39	—	39	2		0.01
Transaction Gains/Losses	—	—	(636)	(615)	(149)		(0.11)
CCBA Unrecognized Depreciation and Amortization	—	—	—	—	—		—
Other Items	—	—	(18)	26	6		0.00
Certain Tax Matters	—	—	—	—	213		(0.05)
Comparable (Non-GAAP)	\$ 230	\$ 385	\$ 45	\$ 3,020	\$ 589	19.5%	\$ 2,435

Three Months Ended September 28, 2018							
	Interest expense	Equity income (loss) — net	Other income (loss) — net	Income before income taxes	Income taxes ¹	Effective tax rate	Diluted net income per share
Reported (GAAP)	\$ 214	\$ 348	\$ (546)	\$ 2,373	\$ 555	23.4%	\$ 1,880
Items Impacting Comparability:							
Asset Impairments	—	—	205	205	—		0.05
Productivity and Reinvestment	—	—	25	132	31		0.02
Equity Investees	—	(19)	—	(19)	(7)		0.00
Transaction Gains/Losses	—	—	460	504	(107)		0.12
CCBA Unrecognized Depreciation and Amortization	—	—	—	(90)	(26)		(0.01)
Other Items	27	—	(65)	(68)	(17)		(0.01)
Certain Tax Matters	—	—	—	—	149		(0.03)
Comparable (Non-GAAP)	\$ 241	\$ 329	\$ 79	\$ 3,037	\$ 578	19.0%	\$ 2,466

	Interest expense	Equity income (loss) — net	Other income (loss) — net	Income before income taxes	Income taxes ¹	Net income ²	Diluted net income per share
% Change — Reported (GAAP)	8	0	—	30	(9)	38	37
% Change — Comparable (Non-GAAP)	(4)	17	(42)	(1)	2	(1)	(2)

Note: Certain columns may not add due to rounding. Certain growth rates may not recalculate using the rounded dollar amounts provided.

¹ The income tax adjustments are the calculated income tax benefits (charges) at the applicable tax rate for each of the items impacting comparability with the exception of certain tax matters previously discussed.

² Represents net income attributable to shareowners of The Coca-Cola Company.

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Nine Months Ended September 27, 2019								
	Net operating revenues	Cost of goods sold	Gross profit	Gross margin	Selling, general and administrative expenses	Other operating charges	Operating income	Operating margin
Reported (GAAP)	\$ 28,198	\$ 11,053	\$ 17,145	60.8%	\$ 8,879	\$ 344	\$ 7,922	28.1%
Items Impacting Comparability:								
Asset Impairments	—	—	—		—	(42)	42	
Productivity and Reinvestment	—	—	—		—	(184)	184	
Equity Investees	—	—	—		—	—	—	
Transaction Gains/Losses	—	—	—		—	(115)	115	
CCBA Unrecognized Depreciation and Amortization	—	39	(39)		109	—	(148)	
Other Items	(3)	(38)	35		—	(3)	38	
Certain Tax Matters	—	—	—		—	—	—	
Comparable (Non-GAAP)	\$ 28,195	\$ 11,054	\$ 17,141	60.8%	\$ 8,988	\$ —	\$ 8,153	28.9%

Nine Months Ended September 28, 2018								
	Net operating revenues	Cost of goods sold	Gross profit	Gross margin	Selling, general and administrative expenses	Other operating charges	Operating income	Operating margin
Reported (GAAP)	\$ 26,494	\$ 9,965	\$ 16,529	62.4%	\$ 8,286	\$ 916	\$ 7,327	27.7%
Items Impacting Comparability:								
Asset Impairments	—	—	—		—	(450)	450	
Productivity and Reinvestment	—	—	—		—	(313)	313	
Equity Investees	—	—	—		—	—	—	
Transaction Gains/Losses	—	—	—		—	(126)	126	
CCBA Unrecognized Depreciation and Amortization	—	71	(71)		212	—	(283)	
Other Items	(8)	6	(14)		(2)	(27)	15	
Certain Tax Matters	—	—	—		—	—	—	
Comparable (Non-GAAP)	\$ 26,486	\$ 10,042	\$ 16,444	62.1%	\$ 8,496	\$ —	\$ 7,948	30.0%

	Net operating revenues	Cost of goods sold	Gross profit	Selling, general and administrative expenses	Other operating charges	Operating income
% Change — Reported (GAAP)	6	11	4	7	(62)	8
% Currency Impact	(5)	(3)	(6)	(4)	—	(9)
% Change — Currency Neutral (Non-GAAP)	12	14	10	11	—	18
% Change — Comparable (Non-GAAP)	6	10	4	6	—	3
% Comparable Currency Impact (Non-GAAP)	(5)	(3)	(6)	(4)	—	(8)
% Change — Comparable Currency Neutral (Non-GAAP)	12	13	11	10	—	11

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Nine Months Ended September 27, 2019								
	Interest expense	Equity income (loss) — net	Other income (loss) — net	Income before income taxes	Income taxes ¹	Effective tax rate	Net income ²	Diluted net income per share
Reported (GAAP)	\$ 711	\$ 808	\$ (81)	\$ 8,366	\$ 1,446	17.3%	\$ 6,878	\$ 1.60
Items Impacting Comparability:								
Asset Impairments	—	—	767	809	36		773	0.18
Productivity and Reinvestment	—	—	—	184	43		141	0.03
Equity Investees	—	107	—	107	4		103	0.02
Transaction Gains/Losses	—	—	(386)	(271)	34		(290)	(0.07)
CCBA Unrecognized Depreciation and Amortization	—	—	—	(148)	(42)		(67)	(0.02)
Other Items	—	—	(158)	(120)	(25)		(95)	(0.02)
Certain Tax Matters	—	—	—	—	245		(245)	(0.06)
Comparable (Non-GAAP)	\$ 711	\$ 915	\$ 142	\$ 8,927	\$ 1,741	19.5%	\$ 7,198	\$ 1.67

Nine Months Ended September 28, 2018								
	Interest expense	Equity income (loss) — net	Other income (loss) — net	Income before income taxes	Income taxes ¹	Effective tax rate	Net income ²	Diluted net income per share
Reported (GAAP)	\$ 697	\$ 813	\$ (693)	\$ 7,260	\$ 1,711	23.6%	\$ 5,564	\$ 1.29
Items Impacting Comparability:								
Asset Impairments	—	—	257	707	116		591	0.14
Productivity and Reinvestment	—	—	64	377	88		289	0.07
Equity Investees	—	65	—	65	(11)		76	0.02
Transaction Gains/Losses	—	—	629	755	(74)		751	0.17
CCBA Unrecognized Depreciation and Amortization	—	—	—	(283)	(81)		(129)	(0.03)
Other Items	27	—	7	(5)	1		(6)	0.00
Certain Tax Matters	—	—	—	—	60		(60)	(0.01)
Comparable (Non-GAAP)	\$ 724	\$ 878	\$ 264	\$ 8,876	\$ 1,810	20.4%	\$ 7,076	\$ 1.65

	Interest expense	Equity income (loss) — net	Other income (loss) — net	Income before income taxes	Income taxes ¹	Net income ²	Diluted net income per share
% Change — Reported (GAAP)	2	(1)	88	15	(15)	24	23
% Change — Comparable (Non-GAAP)	(2)	4	(46)	1	(4)	2	1

Note: Certain columns may not add due to rounding. Certain growth rates may not recalculate using the rounded dollar amounts provided.

¹ The income tax adjustments are the calculated income tax benefits (charges) at the applicable tax rate for each of the items impacting comparability with the exception of certain tax matters previously discussed.

² Represents net income attributable to shareowners of The Coca-Cola Company.

THE COCA-COLA COMPANY AND SUBSIDIARIES
Reconciliation of GAAP and Non-GAAP Financial Measures
(UNAUDITED)

Diluted Net Income Per Share:

	Three Months Ended September 27, 2019
% Change — Reported (GAAP)	37
% Currency Impact	(8)
% Change — Currency Neutral (Non-GAAP)	45
% Impact of Items Impacting Comparability (Non-GAAP)	39
% Change — Comparable (Non-GAAP)	(2)
% Comparable Currency Impact (Non-GAAP)	(6)
% Change — Comparable Currency Neutral (Non-GAAP)	4
	Nine Months Ended September 27, 2019
% Change — Reported (GAAP)	23
% Currency Impact	(11)
% Change — Currency Neutral (Non-GAAP)	34
% Impact of Items Impacting Comparability (Non-GAAP)	22
% Change — Comparable (Non-GAAP)	1
% Comparable Currency Impact (Non-GAAP)	(8)
% Change — Comparable Currency Neutral (Non-GAAP)	10

Note: Certain columns may not add due to rounding.

THE COCA-COLA COMPANY AND SUBSIDIARIES
Reconciliation of GAAP and Non-GAAP Financial Measures
(UNAUDITED)
(In millions)

Net Operating Revenues by Operating Segment and Corporate:

		Three Months Ended September 27, 2019								
		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Eliminations	Consolidated
Reported (GAAP)		\$ 1,828	\$ 1,045	\$ 3,138	\$ 1,462	\$ 629	\$ 1,684	\$ 24	\$ (303)	\$ 9,507
Items Impacting Comparability:										
Other Items		—	—	—	—	—	—	(7)	—	(7)
Comparable (Non-GAAP)		\$ 1,828	\$ 1,045	\$ 3,138	\$ 1,462	\$ 629	\$ 1,684	\$ 17	\$ (303)	\$ 9,500

		Three Months Ended September 28, 2018								
		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Eliminations	Consolidated
Reported (GAAP)		\$ 1,826	\$ 1,002	\$ 3,091	\$ 1,420	\$ 183	\$ 1,565	\$ 17	\$ (329)	\$ 8,775
Items Impacting Comparability:										
Other Items		—	—	—	—	—	—	18	—	18
Comparable (Non-GAAP)		\$ 1,826	\$ 1,002	\$ 3,091	\$ 1,420	\$ 183	\$ 1,565	\$ 35	\$ (329)	\$ 8,793

		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Eliminations	Consolidated
% Change — Reported (GAAP)		0	4	2	3	243	8	44	8	8
% Currency Impact		(7)	(8)	0	1	(14)	(3)	156	—	(3)
% Change — Currency Neutral (Non-GAAP)		7	12	2	2	258	11	(112)	—	11
% Acquisitions, Divestitures and Structural Changes		3	0	(1)	0	243	2	0	—	6
% Change — Organic Revenues (Non-GAAP)		4	12	3	3	14	9	(112)	—	5
% Change — Comparable (Non-GAAP)		0	4	2	3	243	8	(52)	—	8
% Comparable Currency Impact (Non-GAAP)		(7)	(8)	0	1	(14)	(3)	1	—	(3)
% Change — Comparable Currency Neutral (Non-GAAP)		7	12	2	2	258	11	(53)	—	11

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THE COCA-COLA COMPANY AND SUBSIDIARIES
Reconciliation of GAAP and Non-GAAP Financial Measures
(UNAUDITED)
(In millions)

Net Operating Revenues by Operating Segment and Corporate:

		Nine Months Ended September 27, 2019								
		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Eliminations	Consolidated
Reported (GAAP)		\$ 5,530	\$ 2,944	\$ 8,983	\$ 4,189	\$ 1,849	\$ 5,520	\$ 79	\$ (896)	\$ 28,198
Items Impacting Comparability:										
	Other Items	—	—	—	—	—	—	(3)	—	(3)
	Comparable (Non-GAAP)	\$ 5,530	\$ 2,944	\$ 8,983	\$ 4,189	\$ 1,849	\$ 5,520	\$ 76	\$ (896)	\$ 28,195

		Nine Months Ended September 28, 2018								
		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Eliminations	Consolidated
Reported (GAAP)		\$ 5,520	\$ 3,029	\$ 8,823	\$ 4,149	\$ 588	\$ 5,294	\$ 85	\$ (994)	\$ 26,494
Items Impacting Comparability:										
	Other Items	—	—	—	—	—	—	(8)	—	(8)
	Comparable (Non-GAAP)	\$ 5,520	\$ 3,029	\$ 8,823	\$ 4,149	\$ 588	\$ 5,294	\$ 77	\$ (994)	\$ 26,486

		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Eliminations	Consolidated
% Change — Reported (GAAP)		0	(3)	2	1	214	4	(7)	10	6
	% Currency Impact	(10)	(11)	0	(2)	(18)	(6)	8	—	(5)
	% Change — Currency Neutral (Non-GAAP)	10	9	2	3	233	11	(15)	—	12
	% Acquisitions, Divestitures and Structural Changes	3	0	0	(1)	227	(1)	0	—	6
	% Change — Organic Revenues (Non-GAAP)	7	9	2	4	5	11	(15)	—	6
% Change — Comparable (Non-GAAP)		0	(3)	2	1	214	4	(1)	—	6
	% Comparable Currency Impact (Non-GAAP)	(10)	(11)	0	(2)	(18)	(6)	15	—	(5)
	% Change — Comparable Currency Neutral (Non-GAAP)	10	9	2	3	233	11	(16)	—	12

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THE COCA-COLA COMPANY AND SUBSIDIARIES
Reconciliation of GAAP and Non-GAAP Financial Measures
(UNAUDITED)
(In millions)

Operating Income (Loss) by Operating Segment and Corporate:

Three Months Ended September 27, 2019								
	Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Consolidated
Reported (GAAP)	\$ 886	\$ 603	\$ 641	\$ 594	\$ 77	\$ 7	\$ (309)	\$ 2,499
Items Impacting Comparability:								
Asset Impairments	—	—	—	42	—	—	—	42
Productivity and Reinvestment	1	—	12	—	—	—	48	61
Transaction Gains/Losses	—	—	—	—	—	21	—	21
CCBA Unrecognized Depreciation and Amortization	—	—	—	—	—	—	—	—
Other Items	—	—	49	—	—	2	(7)	44
Comparable (Non-GAAP)	\$ 887	\$ 603	\$ 702	\$ 636	\$ 77	\$ 30	\$ (268)	\$ 2,667

Three Months Ended September 28, 2018								
	Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Consolidated
Reported (GAAP)	\$ 933	\$ 640	\$ 663	\$ 614	\$ 44	\$ 24	\$ (304)	\$ 2,614
Items Impacting Comparability:								
Asset Impairments	—	—	—	—	—	—	—	—
Productivity and Reinvestment	(4)	(1)	39	(2)	—	10	65	107
Transaction Gains/Losses	—	—	—	—	—	37	7	44
CCBA Unrecognized Depreciation and Amortization	—	—	—	—	—	(90)	—	(90)
Other Items	—	—	(1)	—	—	5	20	24
Comparable (Non-GAAP)	\$ 929	\$ 639	\$ 701	\$ 612	\$ 44	\$ (14)	\$ (212)	\$ 2,699

	Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Consolidated
% Change — Reported (GAAP)	(5)	(6)	(3)	(3)	75	(70)	(1)	(4)
% Currency Impact	(11)	(11)	0	1	(4)	(46)	10	(6)
% Change — Currency Neutral (Non-GAAP)	6	5	(3)	(4)	79	(24)	(11)	1
% Impact of Items Impacting Comparability (Non-GAAP)	0	0	(3)	(7)	0	—	25	(3)
% Change — Comparable (Non-GAAP)	(5)	(6)	0	4	75	—	(26)	(1)
% Comparable Currency Impact (Non-GAAP)	(11)	(11)	0	1	(4)	—	2	(7)
% Change — Comparable Currency Neutral (Non-GAAP)	7	5	0	3	79	—	(28)	5

Note: Certain columns may not add due to rounding. Certain growth rates may not recalculate using the rounded dollar amounts provided.

THE COCA-COLA COMPANY AND SUBSIDIARIES

Reconciliation of GAAP and Non-GAAP Financial Measures

(UNAUDITED)

(In millions)

Operating Income (Loss) by Operating Segment and Corporate:

		Nine Months Ended September 27, 2019							
		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Consolidated
Reported (GAAP)		\$ 2,902	\$ 1,687	\$ 1,938	\$ 1,867	\$ 216	\$ 226	\$ (914)	\$ 7,922
Items Impacting Comparability:									
Asset Impairments		—	—	—	42	—	—	—	42
Productivity and Reinvestment		2	—	42	—	—	3	137	184
Transaction Gains/Losses		—	—	—	—	—	61	54	115
CCBA Unrecognized Depreciation and Amortization		—	—	—	—	—	(148)	—	(148)
Other Items		—	—	38	—	—	(1)	1	38
Comparable (Non-GAAP)		\$ 2,904	\$ 1,687	\$ 2,018	\$ 1,909	\$ 216	\$ 141	\$ (722)	\$ 8,153

		Nine Months Ended September 28, 2018							
		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Consolidated
Reported (GAAP)		\$ 2,940	\$ 1,804	\$ 1,814	\$ 1,879	\$ 110	\$ (318)	\$ (902)	\$ 7,327
Items Impacting Comparability:									
Asset Impairments		—	—	—	—	—	450	—	450
Productivity and Reinvestment		(2)	2	138	(1)	—	32	144	313
Transaction Gains/Losses		—	—	—	—	—	116	10	126
CCBA Unrecognized Depreciation and Amortization		—	—	—	—	—	(283)	—	(283)
Other Items		—	—	(6)	—	—	10	11	15
Comparable (Non-GAAP)		\$ 2,938	\$ 1,806	\$ 1,946	\$ 1,878	\$ 110	\$ 7	\$ (737)	\$ 7,948

		Europe, Middle East & Africa	Latin America	North America	Asia Pacific	Global Ventures	Bottling Investments	Corporate	Consolidated
% Change — Reported (GAAP)		(1)	(7)	7	(1)	96	—	(1)	8
% Currency Impact		(13)	(15)	0	(1)	(5)	—	2	(9)
% Change — Currency Neutral (Non-GAAP)		12	8	7	1	101	—	(3)	18
% Impact of Items Impacting Comparability (Non-GAAP)		0	0	3	(2)	0	—	(3)	6
% Change — Comparable (Non-GAAP)		(1)	(7)	4	2	96	2,261	2	3
% Comparable Currency Impact (Non-GAAP)		(13)	(15)	0	(1)	(5)	35	2	(8)
% Change — Comparable Currency Neutral (Non-GAAP)		12	8	4	3	101	2,225	0	11

Note: Certain columns may not add due to rounding. Certain growth rates may not recalculate using the rounded dollar amounts provided.

THE COCA-COLA COMPANY AND SUBSIDIARIES

Reconciliation of GAAP and Non-GAAP Financial Measures

(UNAUDITED)

(In millions)

Operating Margin:

	Three Months Ended September 27, 2019	Three Months Ended September 28, 2018	Basis Point Growth (Decline)
Reported Operating Margin (GAAP)	26.28 %	29.79 %	(351)
Items Impacting Comparability (Non-GAAP)	(1.79)%	(0.91)%	
Comparable Operating Margin (Non-GAAP)	28.07 %	30.70 %	(263)
Comparable Currency Impact (Non-GAAP)	(1.08)%	0.00 %	
Comparable Currency Neutral Operating Margin (Non-GAAP)	29.15 %	30.70 %	(155)
Impact of Acquisitions and Structural Changes on Comparable Currency Neutral Operating Margin (Non-GAAP)	(2.13)%	(0.61)%	
Underlying Operating Margin (Non-GAAP)	31.28 %	31.31 %	(3)

	Nine Months Ended September 27, 2019	Nine Months Ended September 28, 2018	Basis Point Growth (Decline)
Reported Operating Margin (GAAP)	28.09 %	27.65 %	44
Items Impacting Comparability (Non-GAAP)	(0.83)%	(2.36)%	
Comparable Operating Margin (Non-GAAP)	28.92 %	30.01 %	(109)
Comparable Currency Impact (Non-GAAP)	(0.95)%	0.00 %	
Comparable Currency Neutral Operating Margin (Non-GAAP)	29.87 %	30.01 %	(14)
Impact of Acquisitions and Structural Changes on Comparable Currency Neutral Operating Margin (Non-GAAP)	(2.35)%	(1.03)%	
Underlying Operating Margin (Non-GAAP)	32.22 %	31.04 %	118

Purchases and Issuances of Stock:

	Nine Months Ended September 27, 2019	Nine Months Ended September 28, 2018
Reported (GAAP):		
Issuances of Stock	\$ 923	\$ 891
Purchases of Stock for Treasury	(690)	(1,596)
Net Change in Stock Issuance Receivables¹	(1)	(2)
Net Share Issuances (Repurchases) (Non-GAAP)	\$ 232	\$ (707)

¹ Represents the net change in receivables related to employee stock options exercised but not settled prior to the end of the period.

Free Cash Flow:

	Nine Months Ended September 27, 2019	Nine Months Ended September 28, 2018	% Change
Net Cash Provided by Operating Activities (GAAP)	\$ 7,771	\$ 5,690	37
Purchases of Property, Plant and Equipment (GAAP)	(1,206)	(1,048)	15
Free Cash Flow (Non-GAAP)	\$ 6,565	\$ 4,642	41

Note: Certain growth rates may not recalculate using the rounded dollar amounts provided.