

**Brookfield**

2022

Q2 SUPPLEMENTAL  
INFORMATION

# Brookfield Business Partners L.P.

THREE MONTHS ENDED JUNE 30, 2022

All amounts in this Supplemental Information are in U.S. dollars unless otherwise specified. Unless otherwise indicated, the statistical and financial data in this document is presented as at June 30, 2022.

## CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING STATEMENTS AND INFORMATION

*Note: This supplemental information contains “forward-looking information” within the meaning of Canadian provincial securities laws and “forward-looking statements” within the meaning of applicable Canadian and U.S. securities laws. Forward-looking statements include statements that are predictive in nature, depend upon or refer to future events or conditions, include statements regarding the operations, business, financial condition, expected financial results, performance, prospects, opportunities, priorities, targets, goals, ongoing objectives, strategies and outlook of Brookfield Business Partners, as well as the outlook for North American and international economies for the current fiscal year and subsequent periods, and include words such as “expects,” “anticipates,” “plans,” “believes,” “estimates,” “seeks,” “intends,” “targets,” “projects,” “forecasts” or negative versions thereof and other similar expressions, or future or conditional verbs such as “may,” “will,” “should,” “would” and “could.”*

*Although we believe that our anticipated future results, performance or achievements expressed or implied by the forward-looking statements and information are based upon reasonable assumptions and expectations, the reader should not place undue reliance on forward-looking statements and information because they involve known and unknown risks, uncertainties and other factors, many of which are beyond our control, which may cause the actual results, performance or achievements of Brookfield Business Partners to differ materially from anticipated future results, performance or achievement expressed or implied by such forward-looking statements and information.*

*Factors that could cause actual results to differ materially from those contemplated or implied by forward-looking statements include, but are not limited to: the impact or unanticipated impact of general economic, political and market factors in the countries in which we do business; including as a result of the ongoing novel coronavirus (SARS-CoV-2) pandemic, including any SARS-CoV-2 variants (collectively, “COVID-19”); the behavior of financial markets, including fluctuations in interest and foreign exchange rates; global equity and capital markets and the availability of equity and debt financing and refinancing within these markets; strategic actions including dispositions; the ability to complete and effectively integrate acquisitions into existing operations and the ability to attain expected benefits; changes in accounting policies and methods used to report financial condition (including uncertainties associated with critical accounting assumptions and estimates); the ability to appropriately manage human capital; the effect of applying future accounting changes; business competition; operational and reputational risks; technological change; changes in government regulation and legislation within the countries in which we operate; governmental investigations; litigation; changes in tax laws; ability to collect amounts owed; catastrophic events, such as earthquakes; hurricanes and pandemics/epidemics; the possible impact of international conflicts, wars and related developments including Russia’s military operation in Ukraine, terrorist acts and cyber terrorism; and other risks and factors detailed from time to time in our documents filed with the securities regulators in Canada and the United States including in the “Risks Factors” section included in our Management’s Discussion and Analysis of Financial Condition and Results of Operations in our Form 20-F for the year ended December 31, 2021 (“2021 Annual Report”).*

*In addition, our future results may be impacted by various government mandated economic restrictions resulting from the ongoing COVID-19 pandemic and the related global reduction in commerce and travel and substantial volatility in stock markets worldwide, which may negatively impact our revenues, affect our ability to identify and complete future transactions, impact our liquidity position and result in a decrease of cash flows and impairment losses and/or revaluations on our investments and assets, and therefore we may be unable to achieve our expected returns. See “Risks Associated with the COVID-19 Pandemic” in the “Risks Factors” section included in our 2021 Annual Report.*

*We caution that the foregoing list of important factors that may affect future results is not exhaustive. When relying on our forward-looking statements and information, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Except as required by law, Brookfield Business Partners undertakes no obligation to publicly update or revise any forward-looking statements or information, whether written or oral, that may be as a result of new information, future events or otherwise.*

## Cautionary Statement Regarding the Use of Non-IFRS Measures

*This supplemental information contains references to Non-IFRS Measures. Adjusted EBITDA is not a generally accepted accounting measure under IFRS and therefore may differ from definitions used by other entities. We believe this measure is a useful supplemental measure that may assist investors in assessing the financial performance of Brookfield Business Partners and its subsidiaries. However, Adjusted EBITDA should not be considered in isolation from, or as a substitute for, analysis of our financial statements prepared in accordance with IFRS.*

*References to Brookfield Business Partners are to Brookfield Business Partners L.P. together with its subsidiaries, controlled affiliates and operating entities. Brookfield Business Partners’ results include publicly held limited partnership units, redemption-exchange units, general partnership units, BBUC exchangeable shares and special limited partnership units. More detailed information on certain references made in this news release will be available in our Management’s Discussion and Analysis of Financial Condition and Results of Operations in our interim report for the second quarter ended June 30, 2022 furnished on Form 6-K.*



# Overview

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# Q2 2022 Highlights - Operating Performance

## Key Performance Metrics

US\$ millions (except per unit amounts), unaudited	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Net income (loss) attributable to unitholders	\$ 143	\$ (15)	\$ 171	\$ 515
Net income (loss) per limited partnership unit <sup>(1)</sup>	0.65	(0.63)	0.83	2.94
Adjusted EBITDA <sup>(2)</sup>	543	381	1,049	768

## Statements of Operating Results by Segment

US\$ millions, unaudited	Three Months Ended June 30,		Six Months Ended June 30,		Trailing Twelve Months Ended June 30,	
	2022	2021	2022	2021	2022	2021
Adjusted EBITDA by segment						
Business Services	\$ 166	\$ 145	\$ 280	\$ 249	\$ 592	\$ 437
Infrastructure Services	205	125	413	261	765	559
Industrials	204	145	421	317	817	678
Corporate and Other	(32)	(34)	(65)	(59)	(132)	(102)
<b>Adjusted EBITDA</b>	<b>\$ 543</b>	<b>\$ 381</b>	<b>\$ 1,049</b>	<b>\$ 768</b>	<b>\$ 2,042</b>	<b>\$ 1,572</b>

### Adjusted EFO by segment

Business Services	\$ 151	\$ 93	\$ 231	\$ 163	\$ 465	\$ 311
Infrastructure Services	124	72	263	145	514	318
Industrials	101	216	223	637	465	854
Corporate and Other	(34)	(25)	(65)	(44)	(120)	(79)

## Financial Performance - Three Months Ended June 30, 2022

- Net income attributable to unitholders for the three months ended June 30, 2022 was \$143 million (\$0.65 per limited partnership unit) compared to net loss of \$15 million (loss of \$0.63 per limited partnership unit) in the prior period. Net income in the current period included a deferred tax asset recovery in nuclear technology services, an impairment reversal in natural gas production partially offset by an impairment recorded in offshore oil services.
- Adjusted EBITDA for the three months ended June 30, 2022 increased to \$543 million from \$381 million in the prior period due to increased contribution across all three operating segments.
- Adjusted EFO for the three months ended June 30, 2022 was \$342 million (\$1.57 per unit<sup>(3)</sup>) compared to \$356 million (\$1.61 per unit<sup>(3)</sup>) in the prior period. Adjusted EFO in the prior period included a \$148 million after-tax net gain on the partial sale of our investment in graphite electrode operations.
- We ended the quarter with \$3,145 million of liquidity at the corporate level including \$326 million of cash and liquid securities, \$1,319 million of availability on our credit facilities and a commitment from Brookfield Asset Management to subscribe for up to \$1.5 billion of perpetual preferred equity securities. Pro forma for announced and closed transactions corporate liquidity is \$1,155 million.
- During the quarter we repurchased 1,407,354 limited partnership units under our normal course issuer bid.

1. Net income (loss) per limited partnership unit calculated as net income (loss) attributable to limited partners divided by the average number of limited partnership units outstanding which was 75.3 million and 76.0 million for the three and six months ended June 30, 2022, respectively (2021: 78.6 million and 78.7 million).

2. Adjusted EBITDA is a non-IFRS measure and is a key measure of our financial performance that we use to assess operating results and our business performance. For further information on Adjusted EBITDA, see "Definitions" at the end of this Supplemental Information.

3. Average number of units outstanding on a fully diluted time-weighted average basis adjusted for the BBUC share split, for the three month period ended June 30, 2022 was 218.0 million (2021: 221.3 million, adjusted for BBUC share split).

## Investments and Acquisitions

Investment	Segment	Invested Capital <sup>(1)</sup>	Economic Interest <sup>(2)</sup>	Acquisition Date
Scientific Games	Infrastructure Services	\$860 million	36%	April 2022
Cupa Group	Industrials	\$100 million	23%	May 2022
La Trobe Financial	Business Services	\$250 million	30%	May 2022

## Subsequent Events

- In July 2022, we completed the acquisition of CDK Global Inc. ("dealer software and technology services") for approximately \$8.5 billion. CDK Global is a leading provider of technology services and software solutions to the automotive dealer industry. The transaction was funded with \$3.5 billion of equity, of which we expect our share to be approximately \$865 million for a 25% ownership interest, with the balance funded from institutional partners.
- On August 4, 2022, the Board of Directors of the Partnership and BBUC declared a quarterly distribution and quarterly dividend in the amount of \$0.0625 per unit and share, respectively, payable on September 29, 2022 to unitholders and shareholders of record as at the close of business on August 31, 2022.

1. Figures presented are attributable to Unitholders.  
2. A portion of Brookfield Business Partners' investment may be syndicated to other institutional partners.

# Q2 2022 Highlights - Balance Sheet & Liquidity

## Key Balance Sheet Metrics

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
Total assets	\$ 77,295	\$ 64,219
Non-recourse borrowings in subsidiaries of Brookfield Business Partners	38,512	27,457
Corporate borrowings	1,981	1,619
Total equity	14,029	13,000
<b>Proportionate borrowings</b>		
Business Services	\$ 3,111	\$ 1,201
Infrastructure Services	5,348	3,668
Industrials	4,422	4,228
Corporate and Other	1,981	1,619
	\$ 14,862	\$ 10,716
<b>Proportionate share of cash</b>		
Business Services	\$ 442	\$ 389
Infrastructure Services	326	225
Industrials	197	246
Corporate and Other	62	254
	\$ 1,027	\$ 1,114
<b>Proportionate borrowings, net of cash</b>		
Business Services	\$ 2,669	\$ 812
Infrastructure Services	5,022	3,443
Industrials	4,225	3,982
Corporate and Other	1,919	1,365
	\$ 13,835	\$ 9,602

## Corporate Liquidity

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
Corporate cash and financial assets	\$ 326	\$ 720
Committed corporate credit facilities	1,319	1,456
Perpetual preferred equity securities	1,500	—
<b>Total liquidity</b>	<b>\$ 3,145</b>	<b>\$ 2,176</b>

## Pro forma Corporate Liquidity

US\$ millions, unaudited	Three Months Ended June 30, 2022	
<b>Total corporate liquidity, beginning of period</b>	<b>\$</b>	<b>2,964</b>
Distributions and dispositions <sup>(1)</sup>		435
Increased committed corporate credit facilities		225
Increased perpetual preferred equity securities commitment		500
Acquisitions and investments <sup>(2)</sup>		(2,885)
Other, net		(84)
<b>Pro forma corporate liquidity, end of period</b>	<b>\$</b>	<b>1,155</b>

1. During the quarter we completed a dividend recapitalization generating proceeds of \$800 million (BBU net share \$315 million) by raising non-recourse financing at the holding company level of our nuclear technology services operations. In addition, we generated \$250 million (BBU share approximately \$65 million) of proceeds related to the sale of a financial asset.
2. Relates to the funding of recently announced and closed acquisitions and investments. Approximately \$900 million was funded during the three months ended June 30, 2022, with the balance to be funded subject to the timing of capital funding notices from Brookfield Funds that BBU invests alongside and/or closing of the transaction.

## Units Outstanding

	As at		
	June 30, 2022	December 31, 2021	June 30, 2021
Limited partnership units	74,610,828	77,085,493	78,584,113
Redemption-exchange units	69,705,497	69,705,497	69,705,497
BBUC exchangeable shares	72,957,260	—	—
General partnership and special limited partnership units	8	8	8
<b>Total outstanding</b>	<b>217,273,593</b>	<b>146,790,998</b>	<b>148,289,618</b>

## Reconciliation of Net Income per Unit

US\$, unaudited	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Net income (loss) per Unitholder <sup>(1)</sup>	\$ 0.65	\$ (0.10)	\$ 0.83	\$ 3.47
Less: incentive distribution to special limited partners <sup>(1)</sup>	—	(0.53)	—	(0.53)
Net income (loss) per limited partnership unit	\$ 0.65	\$ (0.63)	\$ 0.83	\$ 2.94

## Partnership Capital Structure<sup>(2)</sup>

US\$ millions (except price and unit amount), unaudited	As at	
	June 30, 2022	December 31, 2021
Partnership units outstanding (in millions) <sup>(3)</sup>	144.3	146.8
Price <sup>(4)</sup>	\$ 21.17	\$ 45.93 <sup>(5)</sup>
Partnership market capitalization	\$ 3,055	\$ 6,743
BBUC exchangeable shares outstanding (in millions)	73.0	—
Price <sup>(4)</sup>	\$ 23.01	\$ —
BBUC market capitalization	\$ 1,680	\$ —
Total market capitalization	\$ 4,735	\$ 6,743
Proportionate non-recourse borrowings, net of cash	11,916	8,237
Corporate borrowings, net of cash	1,919	1,365
Enterprise value (EV)	\$ 18,570	\$ 16,345

- Average number of units outstanding on a fully diluted time-weighted average basis adjusted for the BBUC share split, for the three and six month period ended June 30, 2022 of 218.0 million and 218.7 million (2021:148.3 million and 148.4 million, unadjusted for BBUC share split).
- The table presents supplemental measures to assist users in understanding and evaluating the Partnership's capital structure.
- Partnership units outstanding are inclusive of limited partnership units, redemption-exchange units, special LP units and general partner units.
- TSX: BBU.UN translated to USD at June 30, 2022 and December 31, 2021, respectively at the closing CAD-USD foreign exchange rate. NYSE: BBUC at June 30, 2022.
- Unadjusted for the impact of the special distribution of BBUC exchangeable shares as at December 31, 2021.

## Incentive Distribution Right

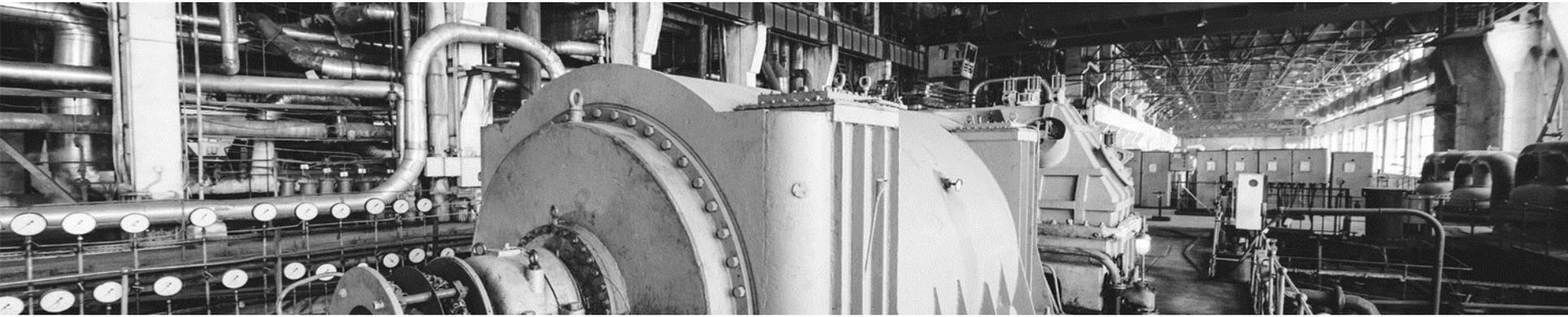
- The Special Limited Partner is entitled to an incentive distribution of 20% based on the volume-weighted average increase in the limited partnership's unit price over an incentive distribution threshold multiplied by the number of units and shares outstanding at the end of the quarter. The incentive distribution is recorded as a distribution in equity once approved by the Board of Directors of the Partnership's General Partner.
- During the second quarter of 2022, the volume-weighted average price per limited partnership unit was \$24.14, which was below the previous incentive distribution threshold of \$31.53 per limited partnership unit (adjusted for the impact of the special distribution of exchangeable shares of BBUC). This resulted in an incentive distribution of \$nil.

## Normal Course Issuer Bid ("NCIB")

- Under our NCIB, Brookfield Business Partners is authorized to repurchase annually up to 5% of its issued and outstanding limited partnership units, or 3,929,206 units, including up to 18,938 units on the TSX during any trading day. Brookfield Business Partners can make block purchases that exceed this daily purchase restriction, subject to the annual aggregate limit.
  - During the three and six months ended June 30, 2022, a total of 1,407,354 and 2,525,490 limited partnership units were repurchased, respectively.

## Brookfield Business Corporation

- On March 15, 2022, we completed the creation of Brookfield Business Corporation ("BBUC"), our paired corporate entity, through the distribution of newly created class A exchangeable shares of BBUC. Each existing holder of BBU LP units received one class A exchangeable voting share. As a result, we issued approximately 73.0 million BBUC shares, increasing the total number of units and shares by 50%. The trading price of our units beginning on March 15, 2022 reflects the increase in the total number of units and shares outstanding.



## Operating Segments

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- Our strategy is to acquire and manage high-quality operations that provide essential products and services and benefit from a strong competitive position.
- We target long-term capital appreciation driven by both organic growth and acquisitions where we can leverage our expertise to improve operations and enhance cash flows.
- Our business is principally focused on operations where the broader Brookfield platform provides us with a competitive advantage.
- The table below presents our economic interest in our more significant operations. Adjusted EBITDA and Adjusted EFO presented in this supplemental represent our proportionate share based on our economic interest in our underlying operations.

Segment	Description	Select Operations	Economic Interest
<b>Business Services</b>	Service businesses including residential mortgage insurance, healthcare, construction and other	• Residential Mortgage Insurer ("Sagen")	• 41%
		• Construction Operations ("Multiplex")	• 100%
		• Healthcare Services ("Healthscope")	• 28%
<b>Infrastructure Services</b>	Infrastructure businesses servicing large-scale infrastructure assets, including nuclear technology, offshore oil, work access modular building leasing services and lottery services operations	• Nuclear Technology Services ("Westinghouse")	• 44%
		• Modular Building Leasing Services ("Modulaire")	• 28% <sup>(1)</sup>
		• Lottery Services Operations ("Scientific Games")	• 36% <sup>(1)</sup>
		• Offshore Oil Services ("Altera")	• 43%
		• Work Access Services ("BrandSafway")	• 17%
<b>Industrials</b>	Industrial businesses including advanced energy storage operations, engineered components manufacturer, water and wastewater operations, and other	• Advanced Energy Storage Operations ("Clarios")	• 28%
		• Engineered Components Manufacturer ("DexKo")	• 34% <sup>(1)</sup>

1. A portion of Brookfield Business Partners' investment may be syndicated to other institutional partners.

The following table presents our proportionate share of our Business Services segment financial results:

US\$ millions, unaudited	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Revenues	\$ 2,476	\$ 2,401	\$ 4,768	\$ 4,323
Direct operating costs	(2,292)	(2,220)	(4,447)	(4,007)
General and administrative expenses	(33)	(41)	(65)	(75)
Equity accounted Adjusted EBITDA	15	5	24	8
<b>Adjusted EBITDA</b>	<b>\$ 166</b>	<b>\$ 145</b>	<b>\$ 280</b>	<b>\$ 249</b>
Gain (loss) on acquisitions / dispositions, net	—	—	—	—
Gain (loss) on acquisitions / dispositions, net recorded in equity	19	—	19	—
Other income (expense), net	—	(1)	1	(3)
Interest income (expense), net	(18)	(19)	(43)	(31)
Current income tax (expense) recovery	(14)	(30)	(22)	(48)
Realized disposition gain (loss), current income taxes and interest expense related to equity accounted investments	(2)	(2)	(4)	(4)
<b>Adjusted EFO</b>	<b>\$ 151</b>	<b>\$ 93</b>	<b>\$ 231</b>	<b>\$ 163</b>

The following table presents select balance sheet information of our Business Services segment on a proportionate basis:

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
Cash	\$ 442	\$ 389
Non-recourse borrowings in subsidiaries of Brookfield Business Partners	3,111	1,201
Net debt (cash)	\$ 2,669	\$ 812
Equity attributable to unitholders	2,448	2,665

## Financial Results - Three Months Ended June 30, 2022

- Adjusted EBITDA for the three months ended June 30, 2022 was \$166 million compared to \$145 million in the prior period.
  - Our residential mortgage insurer generated \$74 million of Adjusted EBITDA in Q2 2022, in line with Q2 2021. Performance during the quarter benefited from continued low mortgage default rates in Canada and strong premiums earned. The business operates with significant reserves and capital to manage higher losses in a more balanced Canadian housing market.
  - Construction operations generated \$22 million of Adjusted EBITDA in Q2 2022 compared to \$20 million in Q2 2021. Strong execution on projects in Australia and increased contribution from operations in the U.K. contributed to overall performance during the quarter.
  - Healthcare services generated \$21 million of Adjusted EBITDA in Q2 2022, compared to \$19 million in Q2 2021. While performance improved over the prior period, labor challenges and cancellations of planned surgical procedures due to high COVID-19 infection rates of patients and staff impacted results during the quarter. Activity levels in our hospitals are expected to recover as infection rates in Australia decline.
- Adjusted EFO increased by \$58 million, primarily due to the factors noted above. In addition, we generated a gain of \$19 million on the sale of a financial asset during the quarter.

The following table presents our proportionate share of our Infrastructure Services segment financial results:

US\$ millions, unaudited	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Revenues	\$ 706	\$ 436	\$ 1,318	\$ 916
Direct operating costs	(507)	(325)	(908)	(680)
General and administrative expenses	(33)	(18)	(62)	(35)
Equity accounted Adjusted EBITDA	39	32	65	60
<b>Adjusted EBITDA</b>	<b>\$ 205</b>	<b>\$ 125</b>	<b>\$ 413</b>	<b>\$ 261</b>
Gain (loss) on acquisitions / dispositions, net	—	—	—	—
Gain (loss) on acquisitions / dispositions, net recorded in equity	—	—	—	—
Other income (expense), net	9	1	(1)	—
Interest income (expense), net	(70)	(38)	(117)	(77)
Current income tax (expense) recovery	(6)	(1)	(10)	(8)
Realized disposition gain (loss), current income taxes and interest expense related to equity accounted investments	(14)	(15)	(22)	(31)
<b>Adjusted EFO</b>	<b>\$ 124</b>	<b>\$ 72</b>	<b>\$ 263</b>	<b>\$ 145</b>

The following table presents select balance sheet information of our Infrastructure Services segment on a proportionate basis:

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
Cash	\$ 326	\$ 225
Non-recourse borrowings in subsidiaries of Brookfield Business Partners	5,348	3,668
Net debt (cash)	\$ 5,022	\$ 3,443
Equity attributable to unitholders	1,550	1,085

## Financial Results - Three Months Ended June 30, 2022

- Adjusted EBITDA for the three months ended June 30, 2022 was \$205 million compared to \$125 million in the prior period.
  - Nuclear technology services generated \$58 million of Adjusted EBITDA in Q2 2022, compared to \$57 million in Q2 2021. The business performed well and in line with the expected seasonal timing of fuel shipments and customer outage activity. Current quarter Adjusted EBITDA included a \$6 million negative impact from disruptions caused by the conflict in Ukraine.
  - Work access services generated \$25 million of Adjusted EBITDA in Q2 2022, in line with Q2 2021. Improved activity levels within our core industrial markets driven by increased customer maintenance spend was offset by the impact of a continued slowdown in commercial construction market activity.
  - Offshore oil services generated \$56 million of Adjusted EBITDA in Q2 2022, compared to \$43 million in Q2 2021 reflecting the benefit of tariffs tied to the oil price and production volumes of customers.
  - Adjusted EBITDA included contributions from our modular building leasing and lottery services operations, which we acquired in December 2021 and April 2022, respectively. Performance of modular building leasing services benefited from high utilization levels on units and increased penetration of higher margin products and services. Resilient underlying demand in lottery services was partially offset by the impact of increased input costs, supply chain delays and a \$12 million Adjusted EBITDA impact associated with the write-up of inventory as part of our purchase price accounting on the acquisition.
- Adjusted EFO increased by \$52 million, primarily due to the factors noted above. The increase was partially offset by higher interest expense driven by the acquisitions of modular building leasing services and lottery services operations.

The following table presents our proportionate share of our Industrials segment financial results:

US\$ millions, unaudited	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Revenues	\$ 1,120	\$ 716	\$ 2,227	\$ 1,487
Direct operating costs	(906)	(574)	(1,787)	(1,170)
General and administrative expenses	(33)	(17)	(65)	(40)
Equity accounted Adjusted EBITDA	23	20	46	40
<b>Adjusted EBITDA</b>	<b>\$ 204</b>	<b>\$ 145</b>	<b>\$ 421</b>	<b>\$ 317</b>
Gain (loss) on acquisitions / dispositions, net	—	7	—	158
Gain (loss) on acquisitions / dispositions, net recorded in equity	—	163	—	414
Other income (expense), net	—	—	—	—
Interest income (expense), net	(81)	(57)	(149)	(115)
Current income tax (expense) recovery	(17)	(32)	(39)	(123)
Realized disposition gain (loss), current income taxes and interest expense related to equity accounted investments	(5)	(10)	(10)	(14)
<b>Adjusted EFO</b>	<b>\$ 101</b>	<b>\$ 216</b>	<b>\$ 223</b>	<b>\$ 637</b>

The following table presents select balance sheet information of our Industrials segment on a proportionate basis:

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
Cash	\$ 197	\$ 246
Non-recourse borrowings in subsidiaries of Brookfield Business Partners	4,422	4,228
Net debt (cash)	\$ 4,225	\$ 3,982
Equity attributable to unitholders	2,034	2,055

## Financial Results - Three Months Ended June 30, 2022

- Adjusted EBITDA for the three months ended June 30, 2022 was \$204 million compared to \$145 million in the prior period.
  - Advanced energy storage operations generated \$105 million of Adjusted EBITDA in Q2 2022, compared to \$106 million in Q2 2021. The benefit of pricing and a favorable mix of higher margin battery sales was partially offset by the impact of higher labor, commodity and transportation costs in the business. Overall battery volumes continued to be impacted by ongoing production challenges at auto manufacturers during the quarter. Prior year results benefited from strong aftermarket demand as global lockdowns and travel restrictions eased.
  - Adjusted EBITDA included contribution from our engineered components manufacturer which we acquired in October 2021. Overall volumes remain stable despite ongoing supply chain challenges and pockets of softness in certain end markets.
- Adjusted EFO decreased by \$115 million compared to prior period. Prior period included a gain recognized on the partial sale of our investment in graphite electrode operations. The decrease was partially offset by the factors noted above.

The following table presents our proportionate share of our Corporate and Other segment financial results:

US\$ millions, unaudited	Three Months Ended June 30,		Six Months Ended June 30,	
	2022	2021	2022	2021
Revenues	\$ —	\$ —	\$ —	\$ —
Direct operating costs	(6)	(4)	(12)	(7)
General and administrative expenses	(26)	(30)	(53)	(52)
Equity accounted Adjusted EBITDA	—	—	—	—
<b>Adjusted EBITDA</b>	<b>\$ (32)</b>	<b>\$ (34)</b>	<b>\$ (65)</b>	<b>\$ (59)</b>
Gain (loss) on acquisitions / dispositions, net	—	—	—	—
Gain (loss) on acquisitions / dispositions, net recorded in equity	—	—	—	—
Other income (expense), net	—	—	—	—
Interest income (expense), net	(18)	(3)	(29)	(7)
Current income tax (expense) recovery	16	12	29	22
Realized disposition gain (loss), current income taxes and interest expense related to equity accounted investments	—	—	—	—
<b>Adjusted EFO</b>	<b>\$ (34)</b>	<b>\$ (25)</b>	<b>\$ (65)</b>	<b>\$ (44)</b>

The following table presents select balance sheet information of our Corporate and Other segment on a proportionate basis:

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
Cash	\$ 62	\$ 254
Corporate borrowings	1,981	1,619
Net debt (cash)	\$ 1,919	\$ 1,365
Equity attributable to unitholders	(1,891)	(1,527)

## Financial Results - Three Months Ended June 30, 2022

- General and administrative expenses are comprised of management fees and corporate expenses, including audit and other expenses.
- We pay Brookfield a base management fee equal to 0.3125% quarterly (1.25% annually) of total capitalization, plus recourse debt, net of cash held by corporate entities. Management fees were \$23 million, in line with the prior period.
- Adjusted EFO in the current period included a current income tax recovery of \$16 million primarily related to corporate expenses, including management fees.

# Summary of Segment Performance & Significant Operations

The following tables present selected financial results of our significant operations:

US\$ millions, unaudited		Three Months Ended June 30, 2022		Three Months Ended June 30, 2021	
Segment	Operations	Adjusted EBITDA	Adjusted EFO	Adjusted EBITDA	Adjusted EFO
Business Services	Sagen	\$ 74	\$ 69	\$ 74	\$ 53
	Multiplex	22	14	20	12
	Healthscope	21	12	19	10
	Other	49	56	32	18
	<b>Total</b>	<b>\$ 166</b>	<b>\$ 151</b>	<b>\$ 145</b>	<b>\$ 93</b>
Infrastructure Services	Westinghouse	58	34	57	34
	Altera	56	50	43	27
	BrandSafway	25	13	25	11
	Modulaire	41	22	—	—
	Scientific Games	25	5	—	—
<b>Total</b>	<b>\$ 205</b>	<b>\$ 124</b>	<b>\$ 125</b>	<b>\$ 72</b>	
Industrials	Clarios	105	51	106	50
	DexKo	44	27	—	—
	Other <sup>(1)</sup>	55	23	39	166
<b>Total</b>	<b>\$ 204</b>	<b>\$ 101</b>	<b>\$ 145</b>	<b>\$ 216</b>	
Corporate and Other		\$ (32)	\$ (34)	\$ (34)	\$ (25)
<b>Total BBU</b>		<b>\$ 543</b>	<b>\$ 342</b>	<b>\$ 381</b>	<b>\$ 356</b>

1. Adjusted EFO for the three months ended June 30, 2021 included a \$148 million net gain on the partial sale of our investment in graphite electrode operations.

# Summary of Segment Performance & Significant Operations

The following tables present selected financial results of our significant operations:

US\$ millions, unaudited		Six Months Ended June 30, 2022		Six Months Ended June 30, 2021	
Segment	Operations	Adjusted EBITDA	Adjusted EFO	Adjusted EBITDA	Adjusted EFO
Business Services	Sagen	\$ 145	\$ 136	\$ 113	\$ 80
	Multiplex	43	29	40	27
	Healthscope	34	16	37	20
	Other	58	50	59	36
	<b>Total</b>	<b>\$ 280</b>	<b>\$ 231</b>	<b>\$ 249</b>	<b>\$ 163</b>
Infrastructure Services	Westinghouse	139	92	128	77
	Altera	126	102	90	55
	BrandSafway	42	23	43	13
	Modulaire	81	41	—	—
	Scientific Games	25	5	—	—
<b>Total</b>	<b>\$ 413</b>	<b>\$ 263</b>	<b>\$ 261</b>	<b>\$ 145</b>	
Industrials	Clarios	217	107	231	114
	DexKo	86	54	—	—
	Other <sup>(1)</sup>	118	62	86	523
<b>Total</b>	<b>\$ 421</b>	<b>\$ 223</b>	<b>\$ 317</b>	<b>\$ 637</b>	
Corporate and Other		\$ (65)	\$ (65)	\$ (59)	\$ (44)
<b>Total BBU</b>		<b>\$ 1,049</b>	<b>\$ 652</b>	<b>\$ 768</b>	<b>\$ 901</b>

1. Adjusted EFO for the six months ended June 30, 2021 included \$476 million net gains on the partial sale of our investment in graphite electrode operations and investment in public securities.

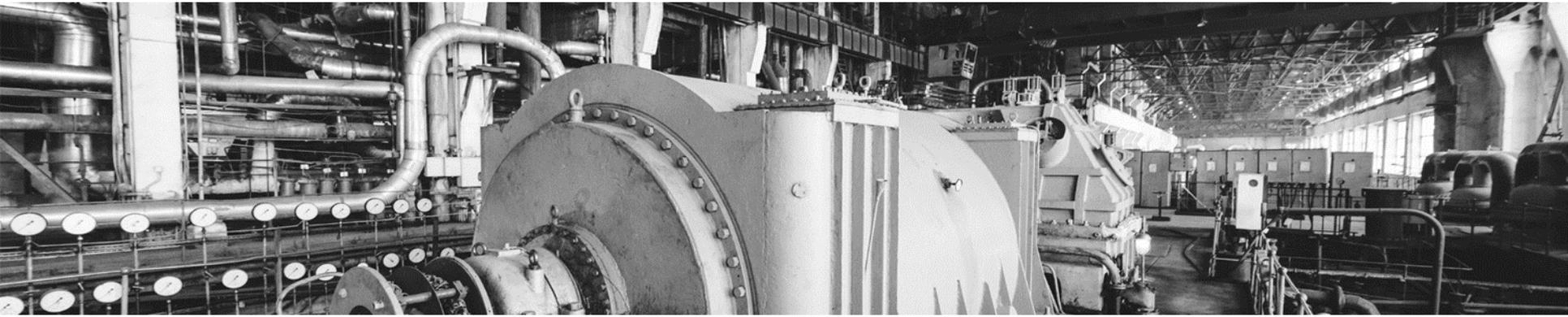
# Summary of Segment Performance & Significant Operations

The following tables present selected financial results of our significant operations:

US\$ millions, unaudited		Trailing Twelve Months Ended June 30, 2022		Trailing Twelve Months Ended June 30, 2021	
Segment	Operations	Adjusted EBITDA	Adjusted EFO	Adjusted EBITDA	Adjusted EFO
Business Services	Sagen	\$ 297	\$ 242	\$ 180	\$ 129
	Multiplex	88	61	84	64
	Healthscope	66	31	73	50
	Other	141	131	100	68
	<b>Total</b>	<b>\$ 592</b>	<b>\$ 465</b>	<b>\$ 437</b>	<b>\$ 311</b>
Infrastructure Services	Westinghouse	310	224	265	157
	Altera	259	205	208	123
	BrandSafway	83	42	86	38
	Modulaire <sup>(1)</sup>	88	38	—	—
	Scientific Games <sup>(1)</sup>	25	5	—	—
<b>Total</b>	<b>\$ 765</b>	<b>\$ 514</b>	<b>\$ 559</b>	<b>\$ 318</b>	
Industrials	Clarios	470	248	473	236
	DexKo <sup>(1)</sup>	116	79	—	—
	Other <sup>(2)</sup>	231	138	205	618
<b>Total</b>	<b>\$ 817</b>	<b>\$ 465</b>	<b>\$ 678</b>	<b>\$ 854</b>	
Corporate and Other		\$ (132)	\$ (120)	\$ (102)	\$ (79)
<b>Total BBU</b>		<b>\$ 2,042</b>	<b>\$ 1,324</b>	<b>\$ 1,572</b>	<b>\$ 1,404</b>

1. Figures represent post-acquisition results.

2. Adjusted EFO for the trailing twelve months ended June 30, 2021 included \$497 million net gains on the partial sale of our investment in graphite electrode operations and investment in public securities.



# **Consolidated Statements of Operations & Financial Position**

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# Consolidated Statements of Operating Results

Brookfield

US\$ millions, unaudited	Three Months Ended June 30,	
	2022	2021
Revenues	\$ 14,626	\$ 11,235
Direct operating costs	(13,674)	(10,549)
General and administrative expenses	(310)	(253)
Interest income (expense), net	(556)	(351)
Equity accounted income (loss), net	41	7
Impairment reversal (expense), net	78	—
Gain (loss) on acquisitions / dispositions, net	—	16
Other income (expense), net	(218)	(97)
Income (loss) before income tax	\$ (13)	\$ 8
Income tax (expense) recovery		
Current	(75)	(118)
Deferred	382	81
Net income (loss)	\$ 294	\$ (29)
<b>Attributable to:</b>		
Limited partners	\$ 49	\$ (50)
Non-controlling interests attributable to:		
Redemption-exchange units	46	(44)
Special limited partners	—	79
BBUC exchangeable shares	48	—
Interest of others in operating subsidiaries	151	(14)
Net income (loss)	\$ 294	\$ (29)

## Financial Performance - Three Months Ended June 30, 2022

- **Revenues and direct operating costs** increased by \$3,391 million and \$3,125 million, respectively. The increase was primarily attributable to contributions from recent acquisitions and higher volumes and prices in road fuels operations.
- **Interest expense, net** increased by \$205 million primarily due to contributions from recent acquisitions, combined with higher debt in water and wastewater operations.
- **Impairment reversal, net** of \$78 million was primarily related to a reversal of previously recorded impairment on property, plant and equipment in natural gas production driven by an increase in natural gas futures pricing. The reversal was partially offset by an impairment recorded in offshore oil services.
- **Other expense, net** of \$218 million was primarily related to mark-to-market losses and transaction and restructuring costs attributed to recent acquisitions. Other expense, net of \$97 million in the prior year was related to transaction and restructuring costs in advanced energy storage operations and nuclear technology services, combined with unrealized foreign exchange movements on foreign denominated debt investments at our residential mortgage insurer and advanced energy storage operations.
- **Total tax expense** was a net recovery of \$307 million in Q2 2022, compared to an expense of \$37 million in Q2 2021.
  - Deferred tax recovery increased by \$301 million, primarily due to an increase in deferred tax assets at our nuclear technology services operations.

# Consolidated Statements of Financial Position

Brookfield

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
<b>Assets</b>		
Cash and cash equivalents	\$ 2,399	\$ 2,588
Financial assets	13,183	8,550
Accounts and other receivable, net	6,649	5,638
Inventory and other assets	7,614	6,359
Property, plant and equipment	15,172	15,325
Deferred income tax assets	1,211	888
Intangible assets	19,220	14,806
Equity accounted investments	1,940	1,480
Goodwill	9,907	8,585
	<b>\$ 77,295</b>	<b>\$ 64,219</b>
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
Corporate borrowings	\$ 1,981	\$ 1,619
Accounts payable and other	20,011	19,636
Non-recourse borrowings in subsidiaries of Brookfield Business Partners	38,512	27,457
Deferred income tax liabilities	2,762	2,507
	<b>\$ 63,266</b>	<b>\$ 51,219</b>
<b>Equity</b>		
Limited partners	\$ 1,416	\$ 2,252
Non-controlling interests attributable to:		
Redemption-exchange units	1,325	2,011
Special limited partnership units	—	—
Preferred shares	15	15
BBUC exchangeable shares	1,385	—
Interest of others in operating subsidiaries	9,888	8,722
	<b>\$ 14,029</b>	<b>\$ 13,000</b>
	<b>\$ 77,295</b>	<b>\$ 64,219</b>

## Financial Position as at June 30, 2022

- **Cash and cash equivalents** included \$857 million in our Business Services segment, \$797 million in our Infrastructure Services segment, \$683 million in our Industrials segment and \$62 million of corporate cash.
- **Financial assets** increased by \$4,633 million, primarily due to the acquisition of our Australian residential mortgage lender and restricted cash held at quarter end associated with the funding of the acquisition of our dealer software and technology services operations which closed on July 6, 2022, partially offset by fair value movements on financial assets at our residential mortgage insurer.
- **Accounts and other receivable, net** increased by \$1,011 million, primarily due to an increase in volumes and prices in road fuels operations, the acquisition of lottery services operations, combined with higher construction revenue in water and wastewater operations.
- **Inventory and other assets** increased by \$1,255 million, primarily due to an increase in prices in road fuels operations, higher inventory on hand in advanced energy storage operations and solar power solutions and the acquisition of lottery services operations.
- **Deferred income tax assets** increased by \$323 million, primarily due to an increase in deferred tax assets at our nuclear technology services operations.

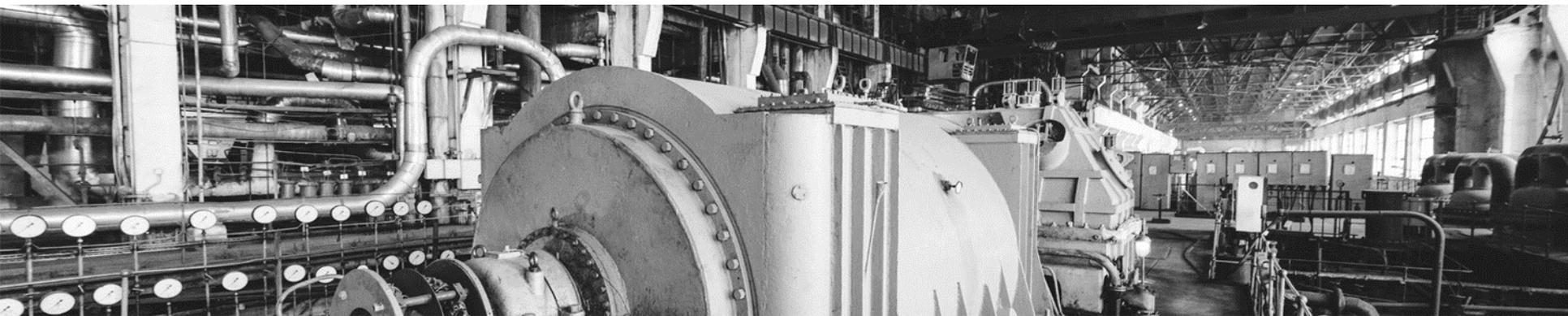
# Consolidated Statements of Financial Position

Brookfield

US\$ millions, unaudited	As at	
	June 30, 2022	December 31, 2021
<b>Assets</b>		
Cash and cash equivalents	\$ 2,399	\$ 2,588
Financial assets	13,183	8,550
Accounts and other receivable, net	6,649	5,638
Inventory and other assets	7,614	6,359
Property, plant and equipment	15,172	15,325
Deferred income tax assets	1,211	888
Intangible assets	19,220	14,806
Equity accounted investments	1,940	1,480
Goodwill	9,907	8,585
	<b>\$ 77,295</b>	<b>\$ 64,219</b>
<b>Liabilities and equity</b>		
<b>Liabilities</b>		
Corporate borrowings	\$ 1,981	\$ 1,619
Accounts payable and other	20,011	19,636
Non-recourse borrowings in subsidiaries of Brookfield Business Partners	38,512	27,457
Deferred income tax liabilities	2,762	2,507
	<b>\$ 63,266</b>	<b>\$ 51,219</b>
<b>Equity</b>		
Limited partners	\$ 1,416	\$ 2,252
Non-controlling interests attributable to:		
Redemption-exchange units	1,325	2,011
Special limited partnership units	—	—
Preferred shares	15	15
BBUC exchangeable shares	1,385	—
Interest of others in operating subsidiaries	9,888	8,722
	<b>\$ 14,029</b>	<b>\$ 13,000</b>
	<b>\$ 77,295</b>	<b>\$ 64,219</b>

## Financial Position as at June 30, 2022

- **Intangible assets** increased by \$4,414 million, primarily due to the acquisition of lottery services and Australian residential mortgage lending services operations. The increase was partially offset by regular amortization of intangibles.
- **Equity accounted investments** increased by \$460 million, primarily due to the acquisitions of lottery services operations and our roofing products manufacturer.
- **Goodwill** increased by \$1,322 million, primarily due to the acquisitions of lottery services and Australian residential mortgage lending services operations, combined with an increase in nuclear technology services following the close of an add-on acquisition. The increase is partially offset by an impairment recorded in offshore oil services.
- **Corporate borrowings** of \$1,981 million represents drawdowns of our borrowing facilities primarily related to the acquisition of businesses.
- **Non-recourse borrowings in subsidiaries of Brookfield Business Partners** increased by \$11,055 million, primarily due to our recent acquisitions, increased borrowings in nuclear technology services and debt issued at quarter end associated with the funding of the acquisition of dealer software technology services operations which closed on July 6, 2022.



# Appendix

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# Acquisitions Since Spin-Off

The following tables summarizes acquisitions we have completed since spin-off of the partnership on June 20, 2016:

Segment	Operations	Acquisition Date	Invested Capital <sup>(1)</sup>	Economic Interest <sup>(2)</sup>
<b>Business Services</b>	Greenergy <sup>(3)</sup>	May 2017	\$88 million	18%
	One Toronto Gaming	January 2018	\$6 million	14%
	Imagine	October 2018	\$21 million	31%
	Healthscope	June 2019	\$285 million	28%
	Ouro Verde	July 2019	\$81 million	35%
	Sagen	December 2019	\$855 million	41%
	IndoStar	July 2020	\$105 million	20%
	Everise	January 2021	\$61 million	29%
<b>Infrastructure Services</b>	La Trobe	May 2022	\$250 million	30% <sup>(4)</sup>
	Altera	September 2017	\$427 million	43%
	Westinghouse	August 2018	\$405 million	44%
	BrandSafway	January 2020	\$445 million	17%
	Modulaire	December 2021	\$485 million	28% <sup>(4)</sup>
<b>Industrials</b>	Scientific Games	April 2022	\$860 million	36% <sup>(4)</sup>
	BRK Ambiental	April 2017	\$421 million	26%
	Schoeller	May 2018	\$45 million	14%
	Clarios	April 2019	\$820 million	28%
	Cardone	February 2020	\$372 million	75%
	Aldo	August 2021	\$104 million	35%
	DexKo	October 2021	\$388 million	34% <sup>(4)</sup>
Cupa	May 2022	\$100 million	23%	

1. Figures presented are attributable to Unitholders.

2. As at June 30, 2022, does not include impact of subsequent events, unless otherwise noted.

3. Includes fuel marketing business, which was acquired in July 2017.

4. A portion of Brookfield Business Partners' investment may be syndicated to other institutional partners.

# Summary of Results by Quarter

The following table presents our results from operations for the eight most recent quarters

US\$ millions, unaudited	2022		2021				2020	
	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3
Revenues	\$ 14,626	\$ 13,472	\$ 13,480	\$ 12,043	\$ 11,235	\$ 9,829	\$ 10,049	\$ 10,070
Direct operating costs	(13,674)	(12,595)	(12,469)	(11,155)	(10,549)	(8,978)	(9,104)	(9,269)
General and administrative expenses	(310)	(300)	(261)	(247)	(253)	(251)	(260)	(236)
Interest income (expense), net	(556)	(460)	(411)	(358)	(351)	(348)	(394)	(371)
Equity accounted income, net	41	50	(48)	25	7	29	31	17
Impairment reversal (expense), net	78	—	(239)	—	—	(201)	(114)	(7)
Gain (loss) on acquisitions / dispositions, net	—	—	—	—	16	1,807	95	—
Other income (expense), net	(218)	(99)	44	(20)	(97)	39	188	(9)
Income (loss) before income tax	\$ (13)	\$ 68	\$ 96	\$ 288	\$ 8	\$ 1,926	\$ 491	\$ 195
Income tax (expense) recovery								
Current	(75)	(79)	(106)	(119)	(118)	(193)	(84)	(102)
Deferred	382	30	125	131	81	34	(27)	(8)
Net income (loss)	\$ 294	\$ 19	\$ 115	\$ 300	\$ (29)	\$ 1,767	\$ 380	\$ 85
<b>Attributable to:</b>								
Limited partners	\$ 49	\$ 14	\$ (19)	\$ 46	\$ (50)	\$ 281	\$ 45	\$ (10)
Non-controlling interests attributable to:								
Redemption-exchange units	46	12	(18)	41	(44)	249	40	(9)
Special limited partners	—	—	78	—	79	—	—	—
BBUC exchangeable shares	48	2	—	—	—	—	—	—
Interest of others in operating subsidiaries	151	(9)	74	213	(14)	1,237	295	104
Net income (loss)	\$ 294	\$ 19	\$ 115	\$ 300	\$ (29)	\$ 1,767	\$ 380	\$ 85

Revenues and operating costs vary from quarter to quarter primarily due to acquisitions of businesses, fluctuations of foreign exchange rates, business and economic cycles, and weather and seasonality in underlying operations. Broader economic factors can have a significant impact on a number of our operations. Net income (loss) is impacted by periodic gains and losses on acquisitions, monetizations and impairments.

# Segment Reconciliation - Three Months Ended June 30, 2022

Brookfield

## Proportionate Operating Results to Consolidated Operating Results

For the three months ended June 30, 2022 US\$ millions, unaudited	Attributable to Unitholders					Attributable to Others	As per IFRS Financials
	Business Services	Infrastructure Services	Industrials	Corporate and Other	Total		
Revenues	\$ 2,476	\$ 706	\$ 1,120	\$ —	\$ 4,302	\$ 10,324	\$ 14,626
Direct operating costs <sup>(1)</sup>	(2,292)	(507)	(906)	(6)	(3,711)	(9,177)	(12,888)
General and administrative expenses	(33)	(33)	(33)	(26)	(125)	(185)	(310)
Equity accounted Adjusted EBITDA <sup>(2)</sup>	15	39	23	—	77	36	113
<b>Adjusted EBITDA</b>	<b>\$ 166</b>	<b>\$ 205</b>	<b>\$ 204</b>	<b>\$ (32)</b>	<b>\$ 543</b>		
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>	19	—	—	—	19	—	19
Other income (expense), net <sup>(4)</sup>	—	9	—	—	9	14	23
Interest income (expense), net	(18)	(70)	(81)	(18)	(187)	(369)	(556)
Current income tax (expense) recovery	(14)	(6)	(17)	16	(21)	(54)	(75)
Realized disposition gain (loss), current income taxes and interest expenses related to equity accounted investments <sup>(2)</sup>	(2)	(14)	(5)	—	(21)	(8)	(29)
<b>Adjusted EFO</b>	<b>\$ 151</b>	<b>\$ 124</b>	<b>\$ 101</b>	<b>\$ (34)</b>	<b>\$ 342</b>		
Depreciation and amortization expense <sup>(1)</sup>					(267)	(519)	(786)
Impairment reversal (expense), net					41	37	78
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>					(19)	—	(19)
Other income (expense), net <sup>(4)</sup>					(87)	(154)	(241)
Deferred income tax (expense) recovery					163	219	382
Non-cash items attributable to equity accounted investments <sup>(2)</sup>					(30)	(13)	(43)
<b>Net income (loss)</b>					<b>\$ 143</b>	<b>\$ 151</b>	<b>\$ 294</b>

1. The sum of these amounts equates to direct operating costs of \$13,674 million as per the consolidated statements of operating results.

2. The sum of these amounts equates to equity accounted income (loss), net of \$41 million as per the consolidated statements of operating results.

3. Gain (loss) on acquisitions/dispositions, net recorded in equity in Adjusted EFO of \$19 million represents the partnership's economic ownership interest in gains (losses) on disposition related to the sale of a financial asset measured at FVOCI.

4. The sum of these amounts equates to other income (expense), net of \$(218) million as per the consolidated statements of operating results. The components of other income (expense), net includes \$131 million of net revaluation losses, \$37 million of business separation expenses, stand-up costs and restructuring charges, \$40 million of transaction costs, \$20 million of net gains on the sale of property, plant and equipment and \$30 million of other expenses.

# Segment Reconciliation - Six Months Ended June 30, 2022

Brookfield

## Proportionate Operating Results to Consolidated Operating Results

For the six months ended June 30, 2022 US\$ millions, unaudited	Attributable to Unitholders					Attributable to Others	As per IFRS Financials
	Business Services	Infrastructure Services	Industrials	Corporate and Other	Total		
Revenues	\$ 4,768	\$ 1,318	\$ 2,227	\$ —	\$ 8,313	\$ 19,785	\$ 28,098
Direct operating costs <sup>(1)</sup>	(4,447)	(908)	(1,787)	(12)	(7,154)	(17,627)	(24,781)
General and administrative expenses	(65)	(62)	(65)	(53)	(245)	(365)	(610)
Equity accounted Adjusted EBITDA <sup>(2)</sup>	24	65	46	—	135	72	207
<b>Adjusted EBITDA</b>	<b>\$ 280</b>	<b>\$ 413</b>	<b>\$ 421</b>	<b>\$ (65)</b>	<b>\$ 1,049</b>		
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>	19	—	—	—	19	—	19
Other income (expense), net <sup>(4)</sup>	1	(1)	—	—	—	(1)	(1)
Interest income (expense), net	(43)	(117)	(149)	(29)	(338)	(678)	(1,016)
Current income tax (expense) recovery	(22)	(10)	(39)	29	(42)	(112)	(154)
Realized disposition gain (loss), current income taxes and interest expenses related to equity accounted investments <sup>(2)</sup>	(4)	(22)	(10)	—	(36)	(17)	(53)
<b>Adjusted EFO</b>	<b>\$ 231</b>	<b>\$ 263</b>	<b>\$ 223</b>	<b>\$ (65)</b>	<b>\$ 652</b>		
Depreciation and amortization expense <sup>(1)</sup>					(502)	(986)	(1,488)
Impairment reversal (expense), net					41	37	78
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>					(19)	—	(19)
Other income (expense), net <sup>(4)</sup>					(115)	(201)	(316)
Deferred income tax (expense) recovery					161	251	412
Non-cash items attributable to equity accounted investments <sup>(2)</sup>					(47)	(16)	(63)
<b>Net income (loss)</b>					<b>\$ 171</b>	<b>\$ 142</b>	<b>\$ 313</b>

1. The sum of these amounts equates to direct operating costs of \$26,269 million as per the consolidated statements of operating results.

2. The sum of these amounts equates to equity accounted income (loss), net of \$91 million as per the consolidated statements of operating results.

3. Gain (loss) on acquisitions/dispositions, net recorded in equity in Adjusted EFO of \$19 million represents the partnership's economic ownership interest in gains (losses) on disposition related to the sale of a financial asset measured at FVOCI.

4. The sum of these amounts equates to other income (expense), net of \$(317) million as per the consolidated statements of operating results. The components of other income (expense), net include \$148 million of net revaluation losses, \$66 million of business separation expenses, stand-up costs and restructuring charges, \$59 million of transaction costs, \$18 million of net gains on the sale of property, plant and equipment and \$62 million of other expenses.

# Segment Reconciliation - Three Months Ended June 30, 2021

Brookfield

## Proportionate Operating Results to Consolidated Operating Results

For the three months ended June 30, 2021 US\$ millions, unaudited	Attributable to Unitholders					Attributable to Others	As per IFRS Financials
	Business Services	Infrastructure Services	Industrials	Corporate and Other	Total		
Revenues	\$ 2,401	\$ 436	\$ 716	\$ —	\$ 3,553	\$ 7,682	\$ 11,235
Direct operating costs <sup>(1)</sup>	(2,220)	(325)	(574)	(4)	(3,123)	(6,873)	(9,996)
General and administrative expenses	(41)	(18)	(17)	(30)	(106)	(147)	(253)
Equity accounted Adjusted EBITDA <sup>(2)</sup>	5	32	20	—	57	22	79
<b>Adjusted EBITDA</b>	<b>\$ 145</b>	<b>\$ 125</b>	<b>\$ 145</b>	<b>\$ (34)</b>	<b>\$ 381</b>		
Gain (loss) on acquisitions / dispositions, net <sup>(3)</sup>	—	—	7	—	7	8	15
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>	—	—	163	—	163	—	163
Other income (expense), net <sup>(4)</sup>	(1)	1	—	—	—	(4)	(4)
Interest income (expense), net	(19)	(38)	(57)	(3)	(117)	(234)	(351)
Current income tax (expense) recovery	(30)	(1)	(32)	12	(51)	(67)	(118)
Realized disposition gain (loss), current income taxes and interest expenses related to equity accounted investments <sup>(2)</sup>	(2)	(15)	(10)	—	(27)	(5)	(32)
<b>Adjusted EFO</b>	<b>\$ 93</b>	<b>\$ 72</b>	<b>\$ 216</b>	<b>\$ (25)</b>	<b>\$ 356</b>		
Depreciation and amortization expense <sup>(1)</sup>					(191)	(362)	(553)
Gain (loss) on acquisitions / dispositions, net <sup>(3)</sup>					—	1	1
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>					(163)	—	(163)
Other income (expense), net <sup>(4)</sup>					(30)	(63)	(93)
Deferred income tax (expense) recovery					41	40	81
Non-cash items attributable to equity accounted investments <sup>(2)</sup>					(28)	(12)	(40)
<b>Net income (loss)</b>					<b>\$ (15)</b>	<b>\$ (14)</b>	<b>\$ (29)</b>

1. The sum of these amounts equates to direct operating costs of \$10,549 million as per the consolidated statements of operating results.

2. The sum of these amounts equates to equity accounted income (loss), net of \$7 million as per the consolidated statements of operating results.

3. The sum of these amounts equates to gain (loss) on acquisitions/disposition, net of \$16 million as per the consolidated statements of operating results.

4. The sum of these amounts equates to other income (expense), net of \$(97) million as per the consolidated statements of operating results. The components of other income (expense), net include \$27 million of net revaluation gains, \$50 million of business separation expenses, stand-up costs and restructuring charges, \$12 million of net losses on debt extinguishment/modification and \$62 million of other expenses.

# Segment Reconciliation - Six Months Ended June 30, 2021

Brookfield

## Proportionate Operating Results to Consolidated Operating Results

For the six months ended June 30, 2021 US\$ millions, unaudited	Attributable to Unitholders					Attributable to Others	As per IFRS Financials
	Business Services	Infrastructure Services	Industrials	Corporate and Other	Total		
Revenues	\$ 4,323	\$ 916	\$ 1,487	\$ —	\$ 6,726	\$ 14,338	\$ 21,064
Direct operating costs <sup>(1)</sup>	(4,007)	(680)	(1,170)	(7)	(5,864)	(12,568)	(18,432)
General and administrative expenses	(75)	(35)	(40)	(52)	(202)	(302)	(504)
Equity accounted Adjusted EBITDA <sup>(2)</sup>	8	60	40	—	108	67	175
<b>Adjusted EBITDA</b>	<b>\$ 249</b>	<b>\$ 261</b>	<b>\$ 317</b>	<b>\$ (59)</b>	<b>\$ 768</b>		
Gain (loss) on acquisitions / dispositions, net <sup>(3)</sup>	—	—	158	—	158	740	898
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>	—	—	414	—	414	—	414
Other income (expense), net <sup>(4)</sup>	(3)	—	—	—	(3)	(14)	(17)
Interest income (expense), net	(31)	(77)	(115)	(7)	(230)	(469)	(699)
Current income tax (expense) recovery <sup>(5)</sup>	(48)	(8)	(123)	22	(157)	(163)	(320)
Realized disposition gain (loss), current income taxes and interest expenses related to equity accounted investments <sup>(2)</sup>	(4)	(31)	(14)	—	(49)	(12)	(61)
<b>Adjusted EFO</b>	<b>\$ 163</b>	<b>\$ 145</b>	<b>\$ 637</b>	<b>\$ (44)</b>	<b>\$ 901</b>		
Depreciation and amortization expense <sup>(1)</sup>					(373)	(722)	(1,095)
Impairment reversal (expense), net					(58)	(143)	(201)
Gain (loss) on acquisitions / dispositions, net <sup>(3)</sup>					474	451	925
Gain (loss) on acquisitions / dispositions, net recorded in equity <sup>(3)</sup>					(414)	—	(414)
Current income tax (expense) recovery <sup>(5)</sup>					9	—	9
Other income (expense), net <sup>(4)</sup>					(5)	(36)	(41)
Deferred income tax (expense) recovery					35	80	115
Non-cash items attributable to equity accounted investments <sup>(2)</sup>					(54)	(24)	(78)
<b>Net income (loss)</b>					<b>\$ 515</b>	<b>\$ 1,223</b>	<b>\$ 1,738</b>

1. The sum of these amounts equates to direct operating costs of \$19,527 million as per the consolidated statements of operating results.

2. The sum of these amounts equates to equity accounted income (loss), net of \$36 million as per the consolidated statements of operating results.

3. The sum of these amounts equates to gain (loss) on acquisitions/dispositions, net of \$1,823 million as per the consolidated statements of operating results.

4. The sum of these amounts equates to other income (expense), net of \$(58) million as per the consolidated statements of operating results. The components of other income (expense), net include \$146 million of net revaluation gains, \$74 million of business separation expenses, stand-up costs and restructuring charges, \$12 million of net loss on debt extinguishment/modification, and \$118 million of other expenses.

5. The sum of these amounts equates to current income tax (expense) recovery of \$(311) million as per the consolidated statements of operating results.

# Reconciliation of Non-IFRS Measures to IFRS Measures

## Total Equity Reconciliation to Equity Attributable to Unitholders

US\$ millions, unaudited	As at	
	Jun 30, 2022	Dec 31, 2021
Total equity	\$ 14,029	\$ 13,000
Less: Interest of others in operating subsidiaries	9,888	8,722
<b>Equity attributable to unitholders</b>	<b>\$ 4,141</b>	<b>\$ 4,278</b>

## Proportionate Balance Sheet Items Reconciliation to Consolidated Balance Sheet Items

US\$ millions, unaudited	Attributable to Unitholders						Attributable to Others	As per IFRS Financials
	Business Services	Infrastructure Services	Industrials	Corporate and Other	Total			
<b>Cash</b>								
June 30, 2022	\$ 442	\$ 326	\$ 197	\$ 62	\$ 1,027	\$ 1,372	\$ 2,399	
December 31, 2021	389	225	246	254	1,114	1,474	2,588	
<b>Borrowings</b>								
June 30, 2022	\$ 3,111	\$ 5,348	\$ 4,422	\$ 1,981	\$ 14,862	\$ 25,631	\$ 40,493	
December 31, 2021	1,201	3,668	4,228	1,619	10,716	18,360	29,076	
<b>Borrowings, net of cash</b>								
June 30, 2022	\$ 2,669	\$ 5,022	\$ 4,225	\$ 1,919	\$ 13,835	\$ 24,259	\$ 38,094	
December 31, 2021	812	3,443	3,982	1,365	9,602	16,886	26,488	

- Adjusted EBITDA is a non-IFRS measure of operating performance presented as net income and equity accounted income at the Partnership's economic ownership interest in consolidated subsidiaries and equity accounted investments, respectively, excluding the impact of interest income (expense), net, income taxes, depreciation and amortization, gains (losses) on acquisition/disposition, net, transaction costs, restructuring charges, revaluation gains or losses, impairment expenses or reversals, and other income (expense), net. The Partnership's economic ownership interest in consolidated subsidiaries and equity accounted investments excludes amounts attributable to non-controlling interests consistent with how the Partnership determines net income attributable to non-controlling interests in its IFRS consolidated statement of operating results. The Partnership believes that Adjusted EBITDA provides a comprehensive understanding of the ability of its businesses to generate recurring earnings which allows users to better understand and evaluate the underlying financial performance of the Partnership's operations and excludes items that the Partnership believes do not directly relate to revenue earning activities and are not normal, recurring items necessary for business operations.
- Adjusted EFO is the Partnership's segment measure of profit or loss and is presented as net income and equity accounted income at the Partnership's economic ownership interest in consolidated subsidiaries and equity accounted investments, respectively, excluding the impact of depreciation and amortization, deferred income taxes, transaction costs, restructuring charges, revaluation gains or losses, impairment expenses or reversals, and other income or expense items. The Partnership's economic ownership interest in consolidated subsidiaries and equity accounted investments excludes amounts attributable to non-controlling interests consistent with how the Partnership determines net income attributable to non-controlling interests in its IFRS consolidated statement of operating results. In order to provide additional insight regarding the Partnership's operating performance over the lifecycle of an investment, Adjusted EFO includes realized disposition gains or losses, recorded in net income, other comprehensive income, or directly in equity, such as ownership changes. Adjusted EFO allows the Partnership to evaluate its segments on the basis of return on invested capital generated by its operations and allows the Partnership to evaluate the performance of its segments on a levered basis.
- Equity accounted Adjusted EBITDA corresponds to the Adjusted EBITDA attributable to the Partnership that is generated by its investments in associates and joint ventures accounted for using the equity method.
- Equity attributable to unitholders is exclusive of the equity interest of others in our operating subsidiaries.
- Net income (loss) attributable to unitholders is exclusive of the net income (loss) attributable to others in our operating subsidiaries.
- Unitholders are defined as limited partnership unitholders, general partnership unitholders, redemption-exchange unitholders, special limited partnership unitholders and BBUC exchangeable shareholders.
- Units are defined as limited partnership units, general partnership units, redemption-exchange units, special limited partnership units, and BBUC exchangeable shares.
- Net debt is calculated by subtracting cash and cash equivalents from borrowings.
- Proportionate share is our economic interest in the financial position of our subsidiaries, excluding our equity accounted investments.