

2016

Brookfield Business Partners L.P.

Supplemental Information
For the three and six months
ended June 30

Important Cautionary Notes

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 of June 30, 2016.

CAUTIONARY STATEMENT REGARDING FORWARD-LOOKING STATEMENTS AND INFORMATION

This Supplemental Information contains “forward-looking information” within the meaning of Canadian provincial securities laws and “forward-looking statements” within the meaning of Section 27A of the U.S. Securities Act of 1933, as amended, Section 21E of the U.S. Securities Exchange Act of 1934, as amended, “safe harbor” provisions of the United States Private Securities Litigation Reform Act of 1995 and in any applicable Canadian securities regulations. 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 L.P. and its subsidiaries, as well as the outlook for North American and international economies for the current fiscal year and subsequent periods. In some cases, forward-looking statements can be identified by terms 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 L.P. and its subsidiaries 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; the behavior of financial markets, including fluctuations in interest and foreign exchanges rate; 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 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; changes in tax laws, catastrophic events, such as earthquakes and hurricanes; the possible impact of international conflicts and other developments including terrorist acts; and other risks and factors detailed from time to time in our documents filed with the securities regulators in Canada and the United States.

We caution that the foregoing list of important factors that may affect future results is not exhaustive. When relying on our forward-looking statements, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Except as required by law, Brookfield Business Partners L.P. 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 USE OF NON-IFRS MEASURES

This Supplemental Information contains references to Company FFO. When determining Company FFO, we include our unitholders' proportionate share of Company FFO for equity accounted investments. Company FFO is not a generally accepted accounting measure under IFRS and therefore may differ from definitions of Company FFO or Funds from Operations used by other entities. We believe that this is a useful supplemental measure that may assist investors in assessing the financial performance of Brookfield Business Partners and its subsidiaries. Company FFO should not be considered as the sole measure of our performance and should not be considered in isolation from, or as a substitute for, analysis of our financial statements prepared in accordance with IFRS.

OVERVIEW



\$58 million of
Company FFO^{1,2}

\$2,119 million of
Equity attributable to unitholders¹

KEY PERFORMANCE METRICS

| US\$ MILLIONS, UNAUDITED | 3 months ended June 30 | | 6 months ended June 30 | |
|---|---------------------------|-------|---------------------------|--------|
| | 2016 | 2015 | 2016 | 2015 |
| Company FFO ^{1,2} | \$ 58 | \$ 41 | \$ 95 | \$ 83 |
| Net (loss) income attributable to unitholders ¹ | \$ (33) | \$ 8 | \$ (38) | \$ 186 |

KEY BALANCE SHEET METRICS

| US\$ MILLIONS, UNAUDITED | As of | |
|---|---------------|---------------|
| | June 30, 2016 | Dec. 31, 2015 |
| Total assets | \$ 8,147 | \$ 7,635 |
| Borrowings | 2,058 | 2,074 |
| Equity attributable to unitholders ¹ | 2,119 | 1,787 |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off. Post Spin-off, equity is also attributable to preferred shareholders and Special LP unitholders.

2. Company FFO is a non-IFRS measure and is calculated as net income excluding the impact of depreciation and amortization, deferred income taxes, breakage and transaction costs, non-cash gains or losses and other items. When determining Company FFO, we include our proportionate share of Company FFO of equity accounted investment. For further information on Company FFO see "Use of Non IFRS Measures" on page 1 of the Prospectus

FINANCIAL PERFORMANCE

- Company FFO increased by \$17 million from \$41 million in Q2-15 to \$58 million in Q2-16 primarily due to an increase in our construction services and energy segments of \$8 million and \$15 million respectively, offset by a decrease in other industrials
- Net loss attributable to unitholders was \$33 million in Q2-16, compared to net income of \$8 million in Q2-15 primarily due to an impairment taken at our graphite electrode manufacturing business
- Q2-16 equity attributable to unitholders of \$2,119 million compared to \$1,787 as of December 31, 2015, is largely due to an additional \$250 million equity subscription from Brookfield Asset Management prior to spin-off

| US\$ MILLIONS, UNAUDITED | As of | | |
|---|-----------------|-----------------|-----------------|
| | June 30, 2016 | Mar. 31, 2016 | Dec. 31, 2015 |
| Assets | | | |
| Cash and cash equivalents | \$ 709 | \$ 316 | \$ 354 |
| Financial assets | 606 | 672 | 409 |
| Accounts receivable, net | 1,799 | 1,687 | 1,635 |
| Inventory and other assets | 716 | 721 | 748 |
| Property, plant and equipment | 2,287 | 2,455 | 2,364 |
| Deferred income tax assets | 92 | 74 | 64 |
| Intangible assets | 426 | 451 | 445 |
| Equity accounted investments | 370 | 505 | 492 |
| Goodwill | 1,142 | 1,174 | 1,124 |
| Total assets | \$ 8,147 | \$ 8,055 | \$ 7,635 |
| Liabilities and equity | | | |
| Liabilities | | | |
| Accounts payable and other | \$ 2,466 | \$ 2,413 | \$ 2,375 |
| Borrowings | 2,058 | 2,243 | 2,074 |
| Deferred income tax liabilities | 90 | 99 | 102 |
| Total liabilities | 4,614 | 4,755 | 4,551 |
| Equity in net assets | | | |
| Equity attributable to unitholders ¹ | 2,119 | 1,844 | 1,787 |
| Non-controlling interests | 1,414 | 1,456 | 1,297 |
| Total equity in net assets | 3,533 | 3,300 | 3,084 |
| Total liabilities and equity in net assets | \$ 8,147 | \$ 8,055 | \$ 7,635 |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off. Post Spin-off, equity is also attributable to preferred shareholders and Special LP unitholders.

The below commentary discusses the change in financial position from Mar. 31, 2016 to June 30, 2016.

Cash and cash equivalents - The \$709 million of cash is primarily at our construction operations (\$240 million) and our other business services (\$170 million). We also have \$262 million of corporate cash

Financial assets - The \$66 million decrease compared to March 31, 2016 is primarily related to the sell down of corporate bonds and equity securities acquired in the first half of the year

Accounts receivable - The \$112 million increase compared to March 31, 2016 is related to higher receivables in our construction services business and real estate services business

Inventory and other assets - The inventory and other asset balance was in line with March 31, 2016 and primarily consists of inventory at our graphite electrode manufacturing business and work in progress within our construction operations

Property, plant & equipment - The \$168 million decrease is primarily due to an impairment at our graphite electrode operations and depreciation in the second quarter

Intangible assets and Goodwill - Intangible assets decreased by \$25 million from \$451 million as of March 31, 2016 to \$426 million as of June 30, 2016. This decrease is primarily due to amortization of intangible assets within our graphite electrode operations. The change in goodwill is due to foreign exchange

| US\$ MILLIONS, UNAUDITED | As of | | |
|---|-----------------|-----------------|-----------------|
| | June 30, 2016 | Mar. 31, 2016 | Dec. 31, 2015 |
| Assets | | | |
| Cash and cash equivalents | \$ 709 | \$ 316 | \$ 354 |
| Financial assets | 606 | 672 | 409 |
| Accounts receivable, net | 1,799 | 1,687 | 1,635 |
| Inventory and other assets | 716 | 721 | 748 |
| Property, plant and equipment | 2,287 | 2,455 | 2,364 |
| Deferred income tax assets | 92 | 74 | 64 |
| Intangible assets | 426 | 451 | 445 |
| Equity accounted investments | 370 | 505 | 492 |
| Goodwill | 1,142 | 1,174 | 1,124 |
| Total assets | \$ 8,147 | \$ 8,055 | \$ 7,635 |
| Liabilities and equity | | | |
| Liabilities | | | |
| Accounts payable and other | \$ 2,466 | \$ 2,413 | \$ 2,375 |
| Borrowings | 2,058 | 2,243 | 2,074 |
| Deferred income tax liabilities | 90 | 99 | 102 |
| Total liabilities | 4,614 | 4,755 | 4,551 |
| Equity in net assets | | | |
| Equity attributable to unitholders ¹ | 2,119 | 1,844 | 1,787 |
| Non-controlling interests | 1,414 | 1,456 | 1,297 |
| Total equity in net assets | 3,533 | 3,300 | 3,084 |
| Total liabilities and equity in net assets | \$ 8,147 | \$ 8,055 | \$ 7,635 |

The below commentary discusses the change in financial position from Mar. 31, 2016 to June 30, 2016.

Equity accounted investments - The \$135 million decrease compared to March 31, 2016 was primarily due to our Western Australia energy operations, as we sold down a portion of this investment during the quarter

Accounts payable and other - The \$53 million increase compared to March 31, 2016 is primarily due to our construction services and real estate services operations

Borrowings - The \$185 million net decrease compared to March 31, 2016 was primarily due to the pay down of debt in our energy segment

Financing and Liquidity

- We have a \$500 million undrawn facility in place for working capital and acquisitions
- At June 30, 2016 our consolidated net borrowings to capitalization ratio is 28%

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off. Post Spin-off, equity is also attributable to preferred shareholders and Special LP unitholders.

OPERATING SEGMENTS



The following table presents our Construction Services segment's financial results:

| US\$ MILLIONS, UNAUDITED | 3 months ended June 30 | | 6 months ended June 30 | |
|-------------------------------------|---------------------------|--------------|---------------------------|--------------|
| | 2016 | 2015 | 2016 | 2015 |
| Revenues | \$ 1,119 | \$ 904 | \$ 2,007 | \$ 1,600 |
| Direct operating costs | (1,082) | (877) | (1,938) | (1,531) |
| | 37 | 27 | 69 | 69 |
| General and administrative expenses | (10) | (9) | (20) | (16) |
| Interest expense | (1) | - | (1) | (1) |
| Current income taxes | (1) | (1) | (1) | (8) |
| Company FFO¹ | \$ 25 | \$ 17 | \$ 47 | \$ 44 |

| US\$ MILLIONS, UNAUDITED | As of | |
|---|---------------|---------------|
| | June 30, 2016 | Dec. 31, 2015 |
| Total assets | \$ 2,304 | \$ 2,125 |
| Borrowings | 23 | 18 |
| Equity attributable to unitholders ¹ | 847 | 745 |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off. Post Spin-off, equity is also attributable to preferred shareholders and Special LP unitholders.

FINANCIAL RESULTS

- Revenues were \$1,119 million in Q2-16, an increase of 24% compared to Q2-15. Margins were consistent year-over-year at 3%
- Our construction workbook has been robust, with new projects secured during the year replacing the value of work performed. We have 13 additional projects in progress in 2016 compared to 2015. Backlog of secured projects increased from a count of 91 (\$6.8 billion) at June 30, 2015 to 104 (\$7.3 billion) at June 30, 2016, primarily due to an increase in Australia and the U.K.
- In addition, gross margin includes a \$5 million one-time fee from the settlement of a project negotiation
- Company FFO was \$25 million in the current period compared to \$17 million, in the prior year

The following table presents our Other Business Services segment's financial results:

| US\$ MILLIONS, UNAUDITED | 3 months ended June 30 | | 6 months ended June 30 | |
|---|---------------------------|--------------|---------------------------|--------------|
| | 2016 | 2015 | 2016 | 2015 |
| Revenues | \$ 482 | \$ 490 | \$ 933 | \$ 760 |
| Direct operating costs | (429) | (443) | (847) | (692) |
| | 53 | 47 | 86 | 68 |
| General and administrative expenses | (26) | (26) | (50) | (45) |
| Equity accounted income | 7 | 6 | 10 | 9 |
| Interest expense | (3) | (2) | (7) | (4) |
| Current income taxes | (4) | (8) | (6) | (10) |
| Company FFO attributable to non-controlling interests | (12) | (3) | (16) | (2) |
| Company FFO¹ | \$ 15 | \$ 14 | \$ 17 | \$ 16 |

| US\$ MILLIONS, UNAUDITED | As of | |
|---|---------------|---------------|
| | June 30, 2016 | Dec. 31, 2015 |
| Total assets | \$ 1,484 | \$ 1,429 |
| Borrowings | 450 | 503 |
| Equity attributable to unitholders ¹ | 322 | 309 |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off. Post Spin-off, equity is also attributable to preferred shareholders and Special LP unitholders.

FINANCIAL RESULTS

- In Q2-16, revenues decreased by 2% to \$482 million, compared to \$490 million in Q2-15. Our real estate services revenues were lower in the current period compared to the prior year period as a result of lower volumes in our U.S. relocations business partially offset by increased revenues from our facilities management business
- Despite the decline in revenues, margins increased slightly, from 10% in Q2-15 to 11% in Q2-16 due to cost containment measures put in place in our real estate services operations
- Company FFO was \$15 million, in the current period, compared to \$14 million in the prior period

The following table presents our Energy segment's financial results:

| US\$ MILLIONS, UNAUDITED | 3 months ended June 30 | | 6 months ended June 30 | |
|---|---------------------------|-------------|---------------------------|--------------|
| | 2016 | 2015 | 2016 | 2015 |
| Revenues | \$ 63 | \$ 85 | \$ 129 | \$ 176 |
| Direct operating costs | (44) | (53) | (87) | (108) |
| | 19 | 32 | 42 | 68 |
| General and administrative expenses | (4) | (3) | (8) | (9) |
| Equity accounted income | 34 | - | 87 | - |
| Realized disposition gains, net | 19 | - | 19 | - |
| Interest expense | (7) | (6) | (15) | (11) |
| Current income taxes | - | - | (1) | (1) |
| Company FFO attributable to non-controlling interests | (44) | (21) | (89) | (35) |
| Company FFO¹ | \$ 17 | \$ 2 | \$ 35 | \$ 12 |

| US\$ MILLIONS, UNAUDITED | As of | |
|---|---------------|---------------|
| | Jun. 30, 2016 | Dec. 31, 2015 |
| Total assets | \$ 1,848 | \$ 1,867 |
| Borrowings | 785 | 808 |
| Equity attributable to unitholders ¹ | 326 | 315 |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off. Post Spin-off, equity is also attributable to preferred shareholders and Special LP unitholders.

Brookfield Business Partners L.P.

FINANCIAL RESULTS

- Revenues in our energy operations decreased from \$85 million in Q2-15 to \$63 million in Q2-16 and margins decreased from 37% in Q2-15 to 30% in Q2-16 primarily as a result of the weaker energy pricing environment. This was partially offset by interest income earned on debt investments
- Company FFO was \$17 million in the current period, versus \$2 million, in the prior year. This is primarily due to a full quarter contribution from our equity accounted operations in Western Australia, which was acquired in June 2015. The increase is also due to a net \$19 million realized gain on the sale of bond investment securities during the period

The following table presents our Other Industrials segment's financial results:

| US\$ MILLIONS, UNAUDITED | 3 months ended June 30 | | 6 months ended June 30 | |
|---|---------------------------|-------------|---------------------------|--------------|
| | 2016 | 2015 | 2016 | 2015 |
| Revenues | \$ 344 | \$ 151 | \$ 616 | \$ 240 |
| Direct operating costs | (309) | (111) | (561) | (176) |
| | 35 | 40 | 55 | 64 |
| General and administrative expenses | (24) | (10) | (48) | (19) |
| Realized disposition gains, net | 9 | - | 9 | - |
| Interest expense | (12) | (2) | (24) | (4) |
| Current income taxes | (2) | (1) | (2) | (2) |
| Company FFO attributable to non-controlling interests | (4) | (19) | 7 | (28) |
| Company FFO¹ | \$ 2 | \$ 8 | \$ (3) | \$ 11 |

| US\$ MILLIONS, UNAUDITED | As of | |
|---|---------------|---------------|
| | Jun. 30, 2016 | Dec. 31, 2015 |
| Total assets | \$ 2,249 | \$ 2,214 |
| Borrowings | 800 | 745 |
| Equity attributable to unitholders ¹ | 363 | 418 |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off. Post Spin-off, equity is also attributable to preferred shareholders and Special LP unitholders.

FINANCIAL RESULTS

- Revenue increased from \$151 million in Q2-15 to \$344 million in Q2-16. The increase is due to the completion of several acquisitions in late 2015, including our palladium business, our infrastructure support manufacturing operations, and our graphite electrode business
- Margins in our bath and shower products manufacturing business were higher but offset by weakness in our graphite electrode and palladium businesses resulting in a year-over-year decrease in overall margin for the segment
- Company FFO was \$2 million in the current period, versus \$8 million in the prior year due to incremental interest expense on borrowings we assumed when we acquired our graphite electrode business, the decrease was partially offset by an increase related to a gain realized on the sale of investment securities

APPENDIX



Historical Statements of Operations

| US\$ MILLIONS | Year ended Dec. 31 | | |
|---------------------------------------|--------------------|----------|----------|
| | 2015 | 2014 | 2013 |
| Revenues | \$ 6,753 | \$ 4,622 | \$ 4,884 |
| Direct operating costs | (6,132) | (4,099) | (4,440) |
| General and administrative expenses | (224) | (179) | (199) |
| Depreciation and amortization expense | (257) | (147) | (125) |
| Interest expense | (65) | (28) | (27) |
| Equity accounted income, net | 4 | 26 | 26 |
| Impairment expense, net | (95) | (45) | (4) |
| Gain on acquisitions | 269 | – | 101 |
| Other income (expenses), net | 70 | 13 | (4) |
| Income before income tax | \$ 323 | \$ 163 | \$ 212 |
| Income tax (expense) recovery | | | |
| Current | (49) | (27) | (43) |
| Deferred | (5) | 9 | 45 |
| Net income | \$ 269 | \$ 145 | \$ 214 |
| Attributable to: | | | |
| Parent Company | \$ 208 | \$ 93 | \$ 184 |
| Non-controlling interests | \$ 61 | \$ 52 | \$ 30 |

Reconciliation of Non-IFRS Measures to IFRS Measures

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RECONCILIATION OF SEGMENTED FFO TO NET INCOME

| FOR THE 3 MONTHS ENDED JUN. 30, 2016 US\$ MILLIONS, UNAUDITED | Construction Services | Other Business Services | Energy | Other Industrial Operations | Corporate and Other | As per IFRS financials |
|--|--------------------------|-------------------------------|-----------|-----------------------------------|------------------------|------------------------------|
| Revenues | \$ 1,119 | \$ 482 | \$ 63 | \$ 344 | \$ - | \$ 2,008 |
| Direct operating costs | (1,082) | (429) | (44) | (309) | (1) | (1,865) |
| General and administrative expenses | (10) | (26) | (4) | (24) | - | (64) |
| Equity accounted income | - | 7 | 34 | - | - | 41 |
| Realized disposition gain, net | - | - | 19 | 9 | - | 28 |
| Interest expense, net | (1) | (3) | (7) | (12) | - | (23) |
| Current income taxes | (1) | (4) | - | (2) | - | (7) |
| Company FFO attributable to non-controlling interest | - | (12) | (44) | (4) | - | (60) |
| Company FFO¹ | 25 | 15 | 17 | 2 | (1) | 58 |
| Depreciation and amortization | | | | | | (76) |
| Impairment expense, net | | | | | | (106) |
| Deferred income taxes | | | | | | 15 |
| Other expense, net | | | | | | (21) |
| Non-cash items attributable to equity accounted investments | | | | | | (21) |
| Non-cash items attributable to non-controlling interest | | | | | | 118 |
| Net loss attributable to unitholders¹ | | | | | | \$ (33) |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off.

Reconciliation of Non-IFRS Measures to IFRS Measures

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RECONCILIATION OF SEGMENTED FFO TO NET INCOME

| FOR THE 6 MONTHS ENDED JUN. 30, 2016 US\$ MILLIONS, UNAUDITED | Construction Services | Other Business Services | Energy | Other Industrial Operations | Corporate and Other | As per IFRS financials |
|--|--------------------------|-------------------------------|-----------|-----------------------------------|------------------------|------------------------------|
| Revenues | \$ 2,007 | \$ 933 | \$ 129 | \$ 616 | \$ - | \$ 3,685 |
| Direct operating costs | (1,938) | (847) | (87) | (561) | (1) | (3,434) |
| General and administrative expenses | (20) | (50) | (8) | (48) | - | (126) |
| Equity accounted income | - | 10 | 87 | - | - | 97 |
| Realized disposition gain, net | - | - | 19 | 9 | - | 28 |
| Interest expense, net | (1) | (7) | (15) | (24) | - | (47) |
| Current income taxes | (1) | (6) | (1) | (2) | - | (10) |
| Company FFO attributable to non-controlling interest | - | (16) | (89) | 7 | - | (98) |
| Company FFO¹ | 47 | 17 | 35 | (3) | (1) | 95 |
| Depreciation and amortization | | | | | | (148) |
| Impairment expense, net | | | | | | (106) |
| Deferred income taxes | | | | | | 22 |
| Other expense, net | | | | | | (31) |
| Non-cash items attributable to equity accounted investments | | | | | | (50) |
| Non-cash items attributable to non-controlling interest | | | | | | 180 |
| Net loss attributable to unitholders¹ | | | | | | \$ (38) |

1. Attributable to parent company prior to the Spin-off on June 20, 2016 and to limited partnership unitholders, general partnership unitholders, and redemption-exchange unitholders post Spin-off.

Reconciliation of Non-IFRS Measures to IFRS Measures

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RECONCILIATION OF SEGMENTED FFO TO NET INCOME

| FOR THE 3 MONTHS ENDED JUN. 30, 2015 US\$ MILLIONS, UNAUDITED | Construction Services | Other Business Services | Energy | Other Industrial Operations | Corporate and Other | As per IFRS financials |
|--|--------------------------|-------------------------------|----------|-----------------------------------|------------------------|---------------------------|
| Revenues | \$ 904 | \$ 490 | \$ 85 | \$ 151 | \$ - | \$ 1,630 |
| Direct operating costs | (877) | (443) | (53) | (111) | - | (1,484) |
| General and administrative expenses | (9) | (26) | (3) | (10) | - | (48) |
| Equity accounted income | - | 6 | - | - | - | 6 |
| Interest expense, net | - | (2) | (6) | (2) | - | (10) |
| Current income taxes | (1) | (8) | - | (1) | - | (10) |
| Company FFO attributable to non-controlling interest | - | (3) | (21) | (19) | - | (43) |
| Company FFO attributable to parent company | 17 | 14 | 2 | 8 | - | 41 |
| Depreciation and amortization | | | | | | (61) |
| Impairment expense, net | | | | | | - |
| Gain on acquisitions | | | | | | 7 |
| Deferred income taxes | | | | | | 3 |
| Other expense, net | | | | | | (14) |
| Non-cash items attributable to equity accounted investments | | | | | | - |
| Non-cash items attributable to non-controlling interest | | | | | | 32 |
| Net income attributable to parent company | | | | | | \$ 8 |

Reconciliation of Non-IFRS Measures to IFRS Measures

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RECONCILIATION OF SEGMENTED FFO TO NET INCOME

| FOR THE 6 MONTHS ENDED JUN. 30, 2015 US\$ MILLIONS, UNAUDITED | Construction Services | Other Business Services | Energy | Other Industrial Operations | Corporate and Other | As per IFRS financials |
|--|--------------------------|-------------------------------|-----------|-----------------------------------|------------------------|------------------------------|
| Revenues | \$ 1,600 | \$ 760 | \$ 176 | \$ 240 | \$ - | \$ 2,776 |
| Direct operating costs | (1,531) | (692) | (108) | (176) | - | (2,507) |
| General and administrative expenses | (16) | (45) | (9) | (19) | - | (89) |
| Equity accounted income | - | 9 | - | - | - | 9 |
| Interest expense, net | (1) | (4) | (11) | (4) | - | (20) |
| Current income taxes | (8) | (10) | (1) | (2) | - | (21) |
| Company FFO attributable to non-controlling interest | - | (2) | (35) | (28) | - | (65) |
| Company FFO attributable to parent company | 44 | 16 | 12 | 11 | - | 83 |
| Depreciation and amortization | | | | | | (114) |
| Impairment expense, net | | | | | | - |
| Gain on acquisitions | | | | | | 269 |
| Deferred income taxes | | | | | | 10 |
| Other expense, net | | | | | | (18) |
| Non-cash items attributable to equity accounted investments | | | | | | - |
| Non-cash items attributable to non-controlling interest | | | | | | (44) |
| Net income attributable to parent company | | | | | | \$ 186 |

- **Company Funds From Operations (Company FFO)**, where applicable, is a key measure of our financial performance and we use Company FFO to assess operating results and our business performance. Company FFO is a non-IFRS measure which does not have any standard meaning prescribed by IFRS and therefore may not be comparable to similar measures presented by other companies. Company FFO is calculated as net income excluding the impact of depreciation and amortization, deferred income taxes, breakage and transaction costs, non-cash gains or losses and other items. Company FFO is presented net to unitholders, or net to parent company. When determining Company FFO, we include our proportionate share of Company FFO of equity accounted investment. For further information on Company FFO see “Use of Non IFRS Measures” on page 1 of the Prospectus.
- **Equity attributable to unitholders** is exclusive of the equity interest of others in our operating subsidiaries.
- **Net Income attributable to unitholders** is exclusive of the net income attributable to others in our operating subsidiaries.