

Eaton Vance Corp.
Reconciliation of net income attributable to Eaton Vance Corp.
shareholders to adjusted net income attributable to Eaton Vance Corp.
shareholders and earnings per diluted share to adjusted earnings per diluted share
(in thousands, except per share figures)

	Three Months Ended			% Change Q1 2019 vs. Q4 2018	% Change Q1 2019 vs. Q1 2018
	January 31, 2019	October 31, 2018	January 31, 2018		
Net income attributable to Eaton Vance Corp. shareholders	\$ 86,801	\$ 105,487	\$ 78,056	(18) %	11 %
Net excess tax benefit from stock-based compensation plans ⁽¹⁾	(2,949)	(2,416)	(11,862)	22	(75)
Revaluation of deferred tax amounts ⁽²⁾	-	(433)	21,653	(100)	(100)
Repatriation of undistributed earnings of foreign subsidiaries ⁽³⁾	-	(255)	3,014	(100)	(100)
Loss on write-off of Hexavest option, net of tax ⁽⁴⁾	-	-	5,660	NM	(100)
Adjusted net income attributable to Eaton Vance Corp. shareholders	\$ 83,852	\$ 102,383	\$ 96,521	(18)	(13)
Earnings per diluted share	\$ 0.75	\$ 0.87	\$ 0.63	(14)	19
Net excess tax benefit from stock-based compensation plans	(0.02)	(0.02)	(0.09)	-	(78)
Revaluation of deferred tax amounts	-	-	0.17	NM	(100)
Repatriation of undistributed earnings of foreign subsidiaries	-	-	0.02	NM	(100)
Loss on write-off of Hexavest option, net of tax	-	-	0.05	NM	(100)
Adjusted earnings per diluted share	\$ 0.73	\$ 0.85	\$ 0.78	(14)	(6)

⁽¹⁾ Reflects the impact of ASU 2016-09, Improvements to Employee Share-Based Payment Accounting, which was adopted in the first quarter of fiscal 2018.

⁽²⁾ Reflects the revaluation of deferred tax assets and deferred tax liabilities resulting from the enactment of the 2017 Tax Act on December 22, 2017.

⁽³⁾ Reflects the recognition of incremental tax expense related to the deemed repatriation of foreign earnings considered to be indefinitely reinvested abroad and not previously subject to U.S. taxation.

⁽⁴⁾ Reflects the \$6.5 million loss recognized upon expiration of the Company's option to acquire an additional 26 percent ownership interest in Hexavest, net of the associated impact to taxes of \$0.8 million.