

The TJX Companies, Inc.

Financial Reconciliations

Explanation of Non-GAAP Financial Measures

The Company reports its financial results in accordance with generally accepted accounting principles in the U.S. (GAAP). However, management believes that certain non-GAAP financial measures used in managing the business may provide users of this financial information additional meaningful comparisons between current results and results in prior operating periods and between results in prior periods and expectations for future periods. Management believes that these non-GAAP financial measures can provide additional meaningful reflection of underlying trends of the business because they provide a comparison of historical information that excludes certain items that impact the overall comparability. Management also uses these non-GAAP financial measures in making financial, operating and planning decisions and in evaluating the Company's performance.

The tables below provide supplemental non-GAAP financial data and corresponding reconciliations to GAAP financial measures. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, the Company's reported results prepared in accordance with GAAP.

Table 1: Reconciliation of Q1 FY16 to Q1 FY17 Margins ⁽¹⁾

<u>FY16 Q1 Actual:</u>	Total TJX	Marmaxx	HomeGoods	TJX Canada	TJX International
FY16 Q1 profit margin on a GAAP basis	11.1%	14.5%	13.8%	7.3%	3.0%
<i>Less impact of foreign currency ⁽²⁾</i>	<u>0.4</u>	-	-	<u>4.3</u>	<u>0.6</u>
FY16 Q1 adjusted profit margin ex-fx	11.6%	14.5%	13.8%	11.5%	3.7%
<u>FY17 Q1 Actual:</u>	Total TJX	Marmaxx	HomeGoods	TJX Canada	TJX International
FY17 Q1 profit margin on a GAAP basis	10.9%	14.6%	13.7%	8.4%	1.5%
<i>Less impact of foreign currency ⁽²⁾</i>	<u>0.6</u>	-	-	<u>5.0</u>	<u>1.7</u>
FY17 Q1 adjusted profit margin ex-fx	11.6%	14.6%	13.7%	13.4%	3.1%

Note: Figures may not foot due to rounding.

(1) Profit margin is pre-tax profit margin for Total TJX and segment profit margin for each of our business segments.

(2) Foreign currency includes the impact of translation as well as the mark-to-market adjustment of our inventory derivatives. Foreign currency translation only impacts Q1 FY17 to Q1 FY16 comparisons, therefore Q1 FY16 does not include an adjustment for translation.

Table 2: Reconciliation of FY16 to FY17 Estimated Margins ⁽¹⁾

<u>FY16 Full Year Actual:</u>	Total TJX	Marmaxx	HomeGoods	TJX Canada	TJX International
FY16 profit margin on a GAAP basis	11.8%	14.3%	14.0%	13.1%	7.5%
<i>Less impact of foreign currency ⁽²⁾</i>	<u>0.0</u>	–	–	<u>0.4</u>	<u>(0.2)</u>
FY16 adjusted profit margin ex-fx	11.8%	14.3%	14.0%	13.6%	7.3%
<u>FY17 Full Year Guidance:</u>					
FY17 estimated profit margin on a GAAP basis	11.0% - 11.2%	13.7% - 13.9%	12.9% - 13.1%	12.6%- 12.8%	5.2% - 5.4%
<i>Less estimated impact of foreign currency ⁽²⁾</i>	<u>0.1</u>	–	–	<u>0.3</u>	<u>0.4</u>
FY17 estimated adjusted profit margin ex-fx	11.0% - 11.2%	13.7% - 13.9%	12.9% - 13.1%	12.9% - 13.1%	5.6% - 5.8%

Note: Figures may not foot due to rounding.

(1) Profit margin is pre-tax profit margin for Total TJX and segment profit margin for each of our business segments.

(2) Foreign currency includes the impact of translation as well as the mark-to-market adjustment of our inventory derivatives. Foreign currency translation only impacts Estimated FY17 to FY16 comparisons, therefore FY16 does not include an adjustment for translation.