

**MOHAWK INDUSTRIES, INC. AND SUBSIDIARIES**

**CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**

(Unaudited)

	Three Months Ended		Twelve Months Ended	
<i>(In millions, except per share data)</i>	<b>December 31, 2025</b>	December 31, 2024	<b>December 31, 2025</b>	December 31, 2024
<b>Net sales</b>	<b>\$ 2,699.6</b>	2,637.2	<b>10,785.4</b>	10,836.9
Cost of sales	<b>2,077.4</b>	2,016.6	<b>8,210.7</b>	8,150.4
<b>Gross profit</b>	<b>622.2</b>	620.6	<b>2,574.7</b>	2,686.5
Selling, general and administrative expenses	<b>534.0</b>	491.8	<b>2,065.0</b>	1,984.8
Impairment of goodwill and indefinite-lived intangibles	<b>19.9</b>	8.2	<b>19.9</b>	8.2
<b>Operating income</b>	<b>68.3</b>	120.6	<b>489.8</b>	693.5
Interest expense	<b>1.2</b>	9.8	<b>17.8</b>	48.5
Other (income) and expense, net	<b>1.1</b>	2.3	<b>3.3</b>	2.0
<b>Earnings before income taxes</b>	<b>66.0</b>	108.5	<b>468.7</b>	643.0
Income tax expense	<b>24.0</b>	18.3	<b>98.8</b>	128.2
<b>Net earnings including noncontrolling interests</b>	<b>42.0</b>	90.2	<b>369.9</b>	514.8
Net earnings attributable to noncontrolling interests	<b>—</b>	—	<b>—</b>	0.1
<b>Net earnings attributable to Mohawk Industries, Inc.</b>	<b>\$ 42.0</b>	90.2	<b>369.9</b>	514.7

**Basic earnings per share  
attributable to Mohawk  
Industries, Inc.**

	\$	0.68	1.44	5.96	8.13
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**Weighted-average common  
shares outstanding - basic**

		61.6	62.8	62.1	63.3
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**Diluted earnings per share  
attributable to Mohawk  
Industries, Inc.**

	\$	0.68	1.43	5.93	8.09
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**Weighted-average common  
shares outstanding - diluted**

		61.9	63.2	62.4	63.6
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**Other Financial  
Information**

		Three Months Ended		Twelve Months Ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
<i>(In millions)</i>					

Net cash provided by operating activities	\$	459.6	397.0	1,056.2	1,133.9
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Less: Capital expenditures		189.4	160.8	435.0	454.4
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<b>Free cash flow</b>	\$	<b>270.2</b>	236.2	<b>621.2</b>	679.5
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**Depreciation and  
amortization**

	\$	176.3	156.4	652.6	638.3
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**MOHAWK INDUSTRIES, INC. AND SUBSIDIARIES**

**CONDENSED CONSOLIDATED BALANCE SHEETS**

(Unaudited)

<i>(In millions)</i>	<b>December 31, 2025</b>	December 31, 2024
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**ASSETS****Current assets:**

Cash and cash equivalents	\$	856.1	666.6
Receivables, net		1,924.1	1,762.1
Inventories		2,661.7	2,513.6
Prepaid expenses and other current assets		525.2	512.5
<b>Total current assets</b>		<b>5,967.1</b>	<b>5,454.8</b>
Property, plant and equipment, net		4,772.0	4,579.9
Right of use operating lease assets		408.7	374.0
Goodwill		1,210.3	1,112.1
Intangible assets, net		813.2	791.9
Deferred income taxes and other non-current assets		516.0	423.8
<b>Total assets</b>	\$	<b>13,687.3</b>	<b>12,736.5</b>

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**LIABILITIES AND STOCKHOLDERS' EQUITY****Current liabilities:**

Short-term debt and current portion of long-term debt	\$	289.3	559.4
Accounts payable and accrued expenses		2,310.4	2,004.4
Current operating lease liabilities		122.4	108.5
<b>Total current liabilities</b>		<b>2,722.1</b>	<b>2,672.3</b>
Long-term debt, less current portion		1,741.2	1,677.4
Non-current operating lease liabilities		304.4	283.0
Deferred income taxes and other long-term liabilities		540.9	589.0

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<b>Total liabilities</b>	<b>5,308.6</b>	5,221.7
<b>Total stockholders' equity</b>	<b>8,378.7</b>	7,514.8
<b>Total liabilities and stockholders' equity \$</b>	<b>13,687.3</b>	12,736.5

### Segment Information

	Three Months Ended		As of or for the Twelve Months Ended	
	<b>December 31, 2025</b>	December 31, 2024	<b>December 31, 2025</b>	December 31, 2024
<i>(In millions)</i>				

#### Net sales:

Global Ceramic	\$	<b>1,070.0</b>	1,008.2	<b>4,289.4</b>	4,226.6
Flooring NA		<b>892.5</b>	937.2	<b>3,638.5</b>	3,769.9
Flooring ROW		<b>737.1</b>	691.8	<b>2,857.5</b>	2,840.4
Consolidated net sales	\$	<b>2,699.6</b>	2,637.2	<b>10,785.4</b>	10,836.9

#### Operating income (loss):

Global Ceramic	\$	<b>65.1</b>	34.2	<b>266.7</b>	249.5
Flooring NA		<b>(2.7)</b>	41.0	<b>113.6</b>	237.3
Flooring ROW		<b>44.6</b>	60.9	<b>212.9</b>	265.2
Corporate and intersegment eliminations		<b>(38.7)</b>	(15.5)	<b>(103.4)</b>	(58.5)
Consolidated operating income	\$	<b>68.3</b>	120.6	<b>489.8</b>	693.5

#### Assets:

Global Ceramic	\$	5,155.0	4,591.0
Flooring NA		3,832.6	3,883.4
Flooring ROW		3,989.2	3,594.7
Corporate and intersegment eliminations		710.5	667.4
Consolidated assets	\$	13,687.3	12,736.5

**Reconciliation of Net Earnings Attributable to Mohawk Industries, Inc. to Adjusted Net Earnings Attributable to Mohawk Industries, Inc. and Adjusted Diluted Earnings Per Share Attributable to Mohawk Industries, Inc.**

	Three Months Ended		Twelve Months Ended	
	December	December	December	December
<i>(In millions, except per share data)</i>	31, 2025	31, 2024	31, 2025	31, 2024
Net earnings attributable to Mohawk Industries, Inc.	\$ 42.0	90.2	369.9	514.7
Adjusting items:				
Restructuring, acquisition and integration-related and other costs	51.4	25.6	154.2	94.4
Software implementation cost write-off	—	5.1	(0.4 )	12.9
Impairment of goodwill and indefinite-lived intangibles	19.9	8.2	19.9	8.2
Assets sale	(5.1 )	—	(5.1 )	—
Inventory capitalization	(6.2 )	—	(6.2 )	—
Legal settlements, reserves and fees	23.8	(0.9 )	50.9	9.9
Adjustments of indemnification asset	(0.3 )	—	(0.7 )	1.8

Income taxes - adjustments of uncertain tax position	<b>0.3</b>	—	<b>0.7</b>	(1.8)
Income taxes - impairment of goodwill and indefinite-lived intangibles	<b>(5.0)</b>	(1.9)	<b>(5.0)</b>	(1.9)
Accounts receivable write-off	—	3.0	—	3.0
Income tax effect of foreign tax regulation change	—	—	—	2.9
Income tax effect of adjustments and other tax-related items	<b>3.1</b>	(6.4)	<b>(18.9)</b>	(26.9)
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Adjusted net earnings attributable to Mohawk Industries, Inc.	<b>\$ 123.9</b>	122.9	<b>559.3</b>	617.2
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Adjusted diluted earnings per share attributable to Mohawk Industries, Inc.	<b>\$ 2.00</b>	1.95	<b>8.96</b>	9.70
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Weighted-average common shares outstanding - diluted	<b>61.9</b>	63.2	<b>62.4</b>	63.6
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## Reconciliation of Total Debt to Net Debt

(In millions)

December 31, 2025

Short-term debt and current portion of long-term debt	<b>\$ 289.3</b>
Long-term debt, less current portion	<b>1,741.2</b>
Total debt	<b>2,030.5</b>
Less: Cash and cash equivalents	<b>856.1</b>
Net debt	<b>\$ 1,174.4</b>

## Reconciliation of Net Earnings to Adjusted EBITDA

	Three Months Ended			Trailing Twelve Months Ended	
	March 29, 2025	June 28, 2025	September 27, 2025	December 31, 2025	December 31, 2025
<i>(In millions)</i>					
Net earnings including noncontrolling interests	\$ 72.6	146.5	108.8	<b>42.0</b>	<b>369.9</b>
Interest expense	6.4	5.2	5.0	<b>1.2</b>	<b>17.8</b>
Income tax expense	17.5	34.0	23.3	<b>24.0</b>	<b>98.8</b>
Depreciation and amortization <sup>(1)</sup>	150.4	155.6	170.3	<b>176.3</b>	<b>652.6</b>
EBITDA	246.9	341.3	307.4	<b>243.5</b>	<b>1,139.1</b>
Restructuring, acquisition and integration-related and other costs	20.8	25.3	30.7	<b>25.6</b>	<b>102.4</b>
Software implementation cost write-off	(0.4 )	—	—	<b>—</b>	<b>(0.4)</b>
Assets sale	—	—	—	<b>(5.1 )</b>	<b>(5.1)</b>
Inventory capitalization	—	—	—	<b>(6.2 )</b>	<b>(6.2)</b>
Impairment of goodwill and indefinite-lived intangibles	—	—	—	<b>19.9</b>	<b>19.9</b>
Legal settlements, reserves and fees	0.6	4.9	21.6	<b>23.8</b>	<b>50.9</b>
Adjustments of indemnification asset	—	(0.1 )	(0.3 )	<b>(0.3 )</b>	<b>(0.7)</b>
Adjusted EBITDA	\$ 267.9	371.4	359.4	<b>301.2</b>	<b>1,299.9</b>

Net debt to adjusted EBITDA	0.9
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<sup>(1)</sup>Includes accelerated depreciation of \$5.4 for Q1 2025, \$4.1 for Q2 2025, \$16.4 for Q3 2025, and \$25.9 for Q4 2025.

### Reconciliation of Net Sales to Adjusted Net Sales

	Three Months Ended	Twelve Months Ended
	December 31, 2025	December 31, 2025
<i>(In millions)</i>		
<b>Mohawk Consolidated</b>		
Net sales	\$ 2,699.6	10,785.4
Adjustment for constant shipping days	(47.6 )	53.1
Adjustment for constant exchange rates	(102.0 )	(140.7)
Adjusted net sales	\$ 2,550.0	10,697.8
		Three Months Ended
		December 31, 2025
<b>Global Ceramic</b>		
Net sales	\$	1,070.0
Adjustment for constant shipping days		(13.1)
Adjustment for constant exchange rates		(53.1)
Adjusted net sales	\$	1,003.8
<b>Flooring NA</b>		
Net sales	\$	892.5

Adjustment for constant shipping days		(13.7)
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Adjusted net sales	\$	878.8
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### Flooring ROW

Net sales	\$	737.1
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Adjustment for constant shipping days		(20.7)
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Adjustment for constant exchange rates		(48.9)
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Adjusted net sales	\$	667.5
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### Reconciliation of Gross Profit to Adjusted Gross Profit

(In millions)	Three Months Ended	
	December 31, 2025	December 31, 2024
Gross Profit	\$ 622.2	620.6
Adjustments to gross profit:		
Restructuring, acquisition and integration-related and other costs	46.1	22.6
Asset sale	(5.1)	—
Inventory capitalization	(6.2)	—
Adjusted gross profit	\$ 657.0	643.2

Adjusted gross profit as a percent of net sales	24.3%	24.4%
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### Reconciliation of Selling, General and Administrative Expenses to Adjusted Selling, General and Administrative Expenses

Three Months Ended

<i>(In millions)</i>	<b>December 31, 2025</b>	<b>December 31, 2024</b>
Selling, general and administrative expenses	\$ <b>534.0</b>	491.8
Adjustments to selling, general and administrative expenses:		
Restructuring, acquisition and integration-related and other costs	<b>(5.3)</b>	(3.0 )
Software implementation cost write-off	—	(5.1 )
Legal settlements, reserves and fees	<b>(23.8)</b>	0.9
Adjusted selling, general and administrative expenses	\$ <b>504.9</b>	484.6
Adjusted selling, general and administrative expenses as a percent of net sales	<b>18.7%</b>	18.4%

### Reconciliation of Operating Income to Adjusted Operating Income

	Three Months Ended	
<i>(In millions)</i>	<b>December 31, 2025</b>	<b>December 31, 2024</b>
<b>Mohawk Consolidated</b>		
Operating income	\$ <b>68.3</b>	120.6
Adjustments to operating income:		
Restructuring, acquisition and integration-related and other costs	<b>51.4</b>	25.6
Inventory capitalization	<b>(6.2)</b>	—
Software implementation cost write-off	—	5.1
Asset sale	<b>(5.1)</b>	—
Accounts receivable write-off	—	1.2

Impairment of goodwill and indefinite-lived intangibles		<b>19.9</b>	8.2
Legal settlements, reserves and fees		<b>23.8</b>	(0.9)
Adjusted operating income	\$	<b>152.1</b>	159.8
Adjusted operating income as a percent of net sales		<b>5.6 %</b>	6.1%

### Global Ceramic

Operating income	\$	<b>65.1</b>	34.2
Adjustments to segment operating income:			
Restructuring, acquisition and integration-related and other costs		<b>3.8</b>	6.0
Software implementation cost write-off		—	5.1
Impairment of goodwill and indefinite-lived intangibles		—	8.2
Inventory capitalization		<b>(6.2)</b>	—
Adjusted segment operating income	\$	<b>62.7</b>	53.5
Adjusted segment operating income as a percent of net sales		<b>5.9 %</b>	5.3%

### Flooring NA

Operating income	\$	<b>(2.7)</b>	41.0
Adjustments to segment operating income:			
Restructuring, acquisition and integration-related and other costs		<b>41.9</b>	11.5
Accounts receivable write-off	\$	—	1.2

Adjusted segment operating income	\$	<b>39.2</b>	53.7
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Adjusted segment operating income as a percent of net sales		<b>4.4 %</b>	5.7%
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### **Flooring ROW**

Operating income	\$	<b>44.6</b>	60.9
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Adjustments to segment operating income:

Restructuring, acquisition and integration-related and other costs		<b>5.7</b>	8.0
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Asset sale		<b>(5.1)</b>	—
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Impairment of goodwill and indefinite-lived intangibles		<b>19.9</b>	—
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Adjusted segment operating income	\$	<b>65.1</b>	68.9
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Adjusted segment operating income as a percent of net sales		<b>8.8 %</b>	10.0%
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### **Corporate and intersegment eliminations**

Operating (loss)	\$	<b>(38.7)</b>	(15.5)
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Adjustments to segment operating (loss):

Restructuring, acquisition and integration-related and other costs		<b>—</b>	0.1
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Legal settlements, reserves and fees		<b>23.8</b>	(0.9)
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Adjusted segment operating (loss)	\$	<b>(14.9)</b>	(16.3)
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## Reconciliation of Earnings Before Income Taxes to Adjusted Earnings Before Income Taxes

(In millions)	Three Months Ended	
	December 31, 2025	December 31, 2024
Earnings before income taxes	\$ 66.0	108.5
Net earnings attributable to noncontrolling interests	—	—
Adjustments to earnings including noncontrolling interests before income taxes:		
Restructuring, acquisition and integration-related and other costs	51.4	25.6
Software implementation cost write-off	—	5.1
Assets sale	(5.1)	—
Inventory capitalization	(6.2)	—
Impairment of goodwill and indefinite-lived intangibles	19.9	8.2
Legal settlements, reserves and fees	23.8	(0.9)
Accounts receivable write-off	—	3.0
Adjustments of indemnification asset	(0.3)	—
Adjusted earnings before income taxes	\$ 149.5	149.5

## Reconciliation of Income Tax Expense to Adjusted Income Tax Expense

(In millions)	Three Months Ended	
	December 31, 2025	December 31, 2024
Income tax expense	\$ 24.0	18.3
Adjustments to income tax expense:		
Income taxes - adjustments of uncertain tax position	(0.3 )	—

Income tax effect on impairment of goodwill and indefinite-lived intangibles		<b>5.0</b>	1.9
Income tax effect of adjusting items		<b>(3.1 )</b>	6.4
Adjusted income tax expense	<b>\$</b>	<b>25.6</b>	26.6
Adjusted income tax expense to adjusted earnings before income taxes		<b>17.1%</b>	17.8%