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**INGRAM MICRO REPORTS FIRST QUARTER FINANCIAL RESULTS**

**IRVINE, Calif., May 10, 2017** — Ingram Micro Inc. today announced financial results for the first quarter ended Apr. 1, 2017.

**First Quarter Results of Operations**

Robust demand across the company's largest countries helped drive worldwide 2017 first quarter sales of \$10.40 billion, an increase of 11 percent in USD, with gross margin of 6.33 percent. This compares to sales of \$9.34 billion and gross margin of 6.77 percent in the 2016 first quarter. The translation of foreign currencies versus last year had a negative impact of 2 percentage points on worldwide sales. Recent acquisitions contributed approximately 1 percentage point of growth to 2017 first quarter worldwide sales. 2017 first quarter non-GAAP operating income was \$102 million, or 0.98 percent of revenue, and non-GAAP net income was \$56 million. This compares to 2016 first quarter non-GAAP operating income of \$101 million, or 1.08 percent of revenue, and non-GAAP net income of \$53 million.

2017 first quarter gross margin, non-GAAP operating income and non-GAAP net income were impacted by a higher mix of sales of consumer focused product lines, particularly in international markets, as well as by strategic investments in the company's cloud and commerce and fulfillment businesses and lower profit contribution from the company's U.S. mobility business.

2017 first quarter GAAP operating income and net income was \$41 million, or 0.39 percent of revenue, and \$38 million, respectively, including:

- The negative impact of approximately \$39 million in restructuring, merger, acquisition and transition costs primarily related to retention payments and the vesting of restricted shares and stock options due to HNA Group's acquisition of Ingram Micro;
- The negative impact of \$22 million in amortization expense; and
- A non-cash tax benefit of \$31 million primarily related to the reversal of a valuation allowance against certain deferred tax assets in Australia.

This compares to 2016 first quarter GAAP operating income and net income of \$38 million, or 0.41 percent of revenue, and \$2 million, respectively.

## **Non-GAAP Disclosures**

In addition to GAAP results, Ingram Micro is reporting non-GAAP operating income, non-GAAP operating margin and non-GAAP net income. These non-GAAP measures exclude charges associated with reorganization, merger, acquisitions, integration and transition costs, including those associated with the company's previously announced cost savings programs, and the amortization of intangible assets. Non-GAAP net income also exclude the impact of foreign exchange gains or losses related to the translation effect on Euro-based inventory purchases in Ingram Micro's pan-European entity. 2017 first quarter non-GAAP net income also excludes a non-cash tax benefit primarily related to the reversal of a valuation allowance against certain deferred tax assets in Australia.

The non-GAAP measures noted above are primary indicators that Ingram Micro's management uses internally to conduct and measure its business and evaluate the performance of its consolidated operations and operating segments. Ingram Micro's management believes these non-GAAP financial measures are useful because they provide meaningful comparisons to prior periods and an alternate view of the impact of acquired businesses. These non-GAAP financial measures are used in addition to and in conjunction with results presented in accordance with GAAP. These non-GAAP financial measures reflect an additional way of viewing aspects of our operations that, when viewed with our GAAP results and the accompanying reconciliations to corresponding GAAP financial measures, provide a more complete understanding of factors and trends affecting Ingram Micro's business. A material limitation associated with these non-GAAP measures as compared to the GAAP measures is that they may not be comparable to other companies with similarly titled items that present related measures differently. The non-GAAP measures should be considered as a supplement to, and not as a substitute for or superior to, the corresponding measures calculated in accordance with GAAP.

A reconciliation of GAAP to non-GAAP financial measures for the periods presented is attached to this press release.

### **About Ingram Micro Inc.**

Ingram Micro helps businesses realize the promise of technology™. It delivers a full spectrum of global technology and supply chain services to businesses around the world. Deep expertise in technology solutions, mobility, cloud, and supply chain solutions enables its business partners to operate efficiently and successfully in the markets they serve. More at [www.ingrammicro.com](http://www.ingrammicro.com).

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***Financial Tables Follow***

**Ingram Micro Inc.**  
**Consolidated Balance Sheet**  
(Amounts in 000s)  
(Unaudited)

	April 1, 2017	December 31, 2016
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 451,383	\$ 796,164
Restricted cash	41,150	64,916
Trade accounts receivable, net	5,496,947	6,354,905
Inventory	3,971,319	3,902,626
Other current assets	661,146	691,253
Total current assets	10,621,945	11,809,864
Property and equipment, net	385,813	381,876
Goodwill	913,792	904,920
Intangible assets, net	428,337	445,646
Other assets	213,163	176,643
Total assets	\$ 12,563,050	\$ 13,718,949
<b>LIABILITIES AND STOCKHOLDER'S EQUITY</b>		
Current liabilities:		
Accounts payable	\$ 5,945,248	\$ 7,174,946
Accrued expenses	710,924	856,627
Short-term debt and current maturities of long-term debt	636,870	559,773
Total current liabilities	7,293,042	8,591,346
Long-term debt, less current maturities	857,674	832,459
Other liabilities	184,113	181,393
Total liabilities	8,334,829	9,605,198
Stockholder's equity	4,228,221	4,113,751
Total liabilities and stockholder's equity	\$ 12,563,050	\$ 13,718,949

**Ingram Micro Inc.**  
**Consolidated Statement of Income**  
**(Amounts in 000s)**  
**(Unaudited)**

	<b>Thirteen Weeks Ended</b>	
	<b>April 1, 2017</b>	<b>April 2, 2016</b>
Net sales	\$ 10,402,939	\$ 9,336,601
Cost of sales	9,744,311	8,704,905
Gross profit	<u>658,628</u>	<u>631,696</u>
Operating expenses:		
Selling, general and administrative	557,623	540,482
Amortization of intangible assets	22,359	27,025
Reorganization costs	4,468	16,566
Merger related costs	33,674	9,220
	<u>618,124</u>	<u>593,293</u>
Income from operations	<u>40,504</u>	<u>38,403</u>
Other expense (income):		
Interest income	(2,079)	(1,141)
Interest expense	26,163	20,472
Net foreign currency exchange (gain) loss	(3,327)	8,527
Other	4,616	3,082
	<u>25,373</u>	<u>30,940</u>
Income before income taxes	15,131	7,463
(Benefit from) Provision for income taxes	<u>(22,722)</u>	<u>5,564</u>
Net income	<u>\$ 37,853</u>	<u>\$ 1,899</u>

**Ingram Micro Inc.**  
**Consolidated Statement of Cash Flows**  
(Amounts in 000s)  
(Unaudited)

	<b>Thirteen Weeks Ended</b>	
	<b>April 1, 2017</b>	<b>April 2, 2016</b>
<b>Cash flows from operating activities:</b>		
Net income	\$ 37,853	\$ 1,899
Adjustments to reconcile net income to cash (used) provided by operating activities:		
Depreciation and amortization	49,204	51,906
Stock-based compensation	3,191	8,033
(Paid) unpaid Merger related costs	(79,620)	9,220
Excess tax benefit from stock-based compensation	-	(552)
Unrealized gain on marketable securities, net	(2,081)	-
Gain on sale of property and equipment	(369)	(580)
Noncash charges for interest and bond discount amortization	1,311	705
Deferred income taxes	(33,959)	468
Changes in operating assets and liabilities, net of effects of acquisitions:		
Trade accounts receivable	939,970	1,070,033
Inventory	(21,398)	(31,763)
Other current assets	42,616	47,932
Accounts payable	(1,202,591)	(594,950)
Change in book overdrafts	(113,085)	(210,101)
Accrued expenses	(57,180)	(77,676)
Cash provided (used) provided by operating activities	<u>(436,138)</u>	<u>274,574</u>
<b>Cash flows from investing activities:</b>		
Capital expenditures	(34,811)	(23,720)
Movements from restricted cash	23,766	-
Realized gain on marketable securities, net	(109)	-
Proceeds from sale of property and equipment	326	343
Acquisitions and earn-out payments, net of cash acquired	-	(66,505)
Cash used by investing activities	<u>(10,828)</u>	<u>(89,882)</u>
<b>Cash flows from financing activities:</b>		
Proceeds from exercise of stock options	-	2,879
Excess tax benefit from stock-based compensation	-	552
Equity contribution from Parent	37,500	-
Settlement of stock-based awards due to Merger	(22,145)	-
Other consideration for acquisitions	(1,070)	-
Net proceeds from (repayments of) revolving and other credit facilities	89,435	(13,214)
Cash provided (used) by financing activities	<u>103,720</u>	<u>(9,783)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>(1,535)</u>	<u>14,008</u>
Increase (decrease) in cash and cash equivalents	(344,781)	188,917
Cash and cash equivalents, beginning of period	<u>796,164</u>	<u>935,267</u>
Cash and cash equivalents, end of period	<u>\$ 451,383</u>	<u>\$ 1,124,184</u>

**Ingram Micro Inc.**  
**Supplementary Information**  
**Income from Operations - Reconciliation of GAAP to Non-GAAP Information**  
**(Amounts in Millions)**  
**(Unaudited)**

	<b>Thirteen Weeks Ended</b>	
	<b>April 1, 2017</b>	<b>April 2, 2016</b>
Net Sales	\$ 10,403.0	\$ 9,336.6
GAAP Operating Income	\$ 40.5	\$ 38.4
Reorganization, integration and transition costs	5.7	26.7
Amortization of intangible assets	22.4	27.0
Merger related costs	33.7	9.2
Non-GAAP Operating Income	\$ 102.3	\$ 101.3
GAAP Operating Margin	0.39%	0.41%
Non-GAAP Operating Margin	0.98%	1.08%

**Ingram Micro Inc.**  
**Supplementary Information**  
**Reconciliation of GAAP to Non-GAAP Financial Measures**  
**(Amounts in Millions)**  
**(Unaudited)**

	<b>Thirteen Weeks Ended April 1, 2017</b>
	<b>Net Income</b>
As Reported Under GAAP	\$ 37.9
Reorganization, integration and transition costs	4.3
Amortization of intangible assets	16.8
Merger related costs	25.3
Pan-Europe foreign currency exchange loss	1.8
Reversal of a valuation allowance against certain deferred tax assets in Australia	(30.6)
Non-GAAP Financial Measure	\$ 55.5

	<b>Thirteen Weeks Ended April 2, 2016</b>
	<b>Net Income</b>
As Reported Under GAAP	\$ 1.9
Reorganization, integration and transition costs	20.0
Amortization of intangible assets	20.2
Merger related costs	6.9
Pan-Europe foreign currency exchange loss	3.6
Non-GAAP Financial Measure	\$ 52.6

Note: Amounts above are net of applicable income taxes.