



Unaudited Pro Forma Non-GAAP Operating Income and Earnings Per Share

July 6, 2015

Unaudited Pro Forma Non-GAAP Financials

On June 30, 2015, The Babcock & Wilcox Company (“B&W” or the “Company”) completed the separation of its Power Generation business (with related captive insurance operations which were contributed by B&W) from its Government and Nuclear Operations business into two publicly traded companies through a spin-off. After the spin-off, the Power Generation business is now called Babcock & Wilcox Enterprises, Inc. (“BW”) and the Company has changed its name to BWX Technologies, Inc. (“BWXT”).

The following unaudited pro forma non-GAAP financials have been derived from the historical financial statements of the Company (“we”, “us” or “our”) as if the disposal of BW occurred as of January 1, 2012. Due to the spin-off of BW, when the Company issues financial statements beginning with the period ending June 30, 2015 and for the year ending December 31, 2015, the historical results of BW will be reclassified as discontinued operations in accordance with Financial Accounting Standards Board Codification Topic 205-20, *Presentation of Financial Statements – Discontinued Operations*.

The pro forma financial statements include assumptions that management believes are reasonable. The adjustments made to derive the pro forma financial statements may differ from the adjustments that will be calculated to report the BW business as discontinued operations in our future filings.

Non-GAAP financial information. This presentation includes non-GAAP financial measures. These measures include non-GAAP operating income, non-GAAP net income and non-GAAP earnings per share. Reconciliations to the most directly comparable GAAP measures are included within this presentation. These measures should be considered in addition to results prepared in accordance with GAAP, but are not a substitute for GAAP results.

Reconciliation of Non-GAAP Financials

For the Three Months Ending March 31, 2015

	BWXT Pro Forma GAAP	Pension & OPEB MTM (Gain) / Loss	GCI / Other Restructuring	Impairment (Gains) / Charges	One Time Tax (Benefit) / Charges	Litigation	BWXT Pro Forma Non-GAAP
Operating Income	\$ 53.8	\$ -	\$ 1.7	\$ -	\$ -	\$ -	\$ 55.4
Other Income / (Expense)	(3.6)	-	-	-	-	-	(3.6)
Income Tax (Expense) / Benefit	(16.2)	-	(0.6)	-	-	-	(16.8)
Net Income (Loss)	34.0	-	1.0	-	-	-	35.0
Net Loss Attributable to Non-Controlling Interest	0.3	-	-	-	-	-	0.3
Net Income (Loss) Attributable to BWXT	\$ 34.2	\$ -	\$ 1.0	\$ -	\$ -	\$ -	\$ 35.3
Diluted Earnings per Common Share	\$ 0.32	\$ -	\$ 0.01	\$ -	\$ -	\$ -	\$ 0.33

For the Twelve Months Ending December 31, 2014

	BWXT Pro Forma GAAP	Pension & OPEB MTM (Gain) / Loss	GCI / Other Restructuring	Impairment (Gains) / Charges	One Time Tax (Benefit) / Charges	Litigation	BWXT Pro Forma Non-GAAP
Operating Income	\$ 25.1	\$ 141.1	\$ 36.3	\$ -	\$ -	\$ 16.1	\$ 218.6
Other Income / (Expense)	7.0	0.4	-	(14.4)	-	-	(7.0)
Income Tax (Expense) / Benefit	(1.7)	(52.2)	(12.3)	-	(5.8)	(4.3)	(76.2)
Net Income (Loss)	30.4	89.2	24.1	(14.4)	(5.8)	11.8	135.4
Net Loss Attributable to Non-Controlling Interest	8.3	-	-	-	-	-	8.3
Net Income (Loss) Attributable to BWXT	\$ 38.7	\$ 89.2	\$ 24.1	\$ (14.4)	\$ (5.8)	\$ 11.8	\$ 143.7
Diluted Earnings per Common Share	\$ 0.36	\$ 0.82	\$ 0.22	\$ (0.13)	\$ (0.05)	\$ 0.11	\$ 1.32

Note: Tables may not foot due to rounding.

Reconciliation of Non-GAAP Financials

For the Twelve Months Ending December 31, 2013

	BWXT Pro Forma GAAP	Pension & OPEB MTM (Gain) / Loss	GCI / Other Restructuring	Impairment (Gains) / Charges	One Time Tax (Benefit) / Charges	Litigation	BWXT Pro Forma Non-GAAP
Operating Income	\$ 306.9	\$ (130.6)	\$ 21.3	\$ -	\$ -	\$ -	\$ 197.5
Other Income / (Expense)	(21.4)	(0.2)	-	19.1	-	-	(2.4)
Income Tax (Expense) / Benefit	(100.8)	47.1	(7.1)	-	-	-	(60.8)
Net Income (Loss)	184.7	(83.7)	14.2	19.1	-	-	134.3
Net Loss Attributable to Non-Controlling Interest	13.8	-	-	-	-	-	13.8
Net Income (Loss) Attributable to BWXT	\$ 198.5	\$ (83.7)	\$ 14.2	\$ 19.1	\$ -	\$ -	\$ 148.1
Diluted Earnings per Common Share	\$ 1.76	\$ (0.74)	\$ 0.13	\$ 0.17	\$ -	\$ -	\$ 1.31

For the Twelve Months Ending December 31, 2012

	BWXT Pro Forma GAAP	Pension & OPEB MTM (Gain) / Loss	GCI / Other Restructuring	Impairment (Gains) / Charges	One Time Tax (Benefit) / Charges	Litigation	BWXT Pro Forma Non-GAAP
Operating Income	\$ 171.7	\$ 23.5	\$ -	\$ -	\$ -	\$ -	\$ 195.2
Other Income / (Expense)	(26.0)	0.2	-	27.0	-	-	1.2
Income Tax (Expense) / Benefit	(43.4)	(8.5)	-	-	(20.1)	-	(72.0)
Net Income (Loss)	102.3	15.2	-	27.0	(20.1)	-	124.4
Net Loss Attributable to Non-Controlling Interest	10.3	-	-	-	-	-	10.3
Net Income (Loss) Attributable to BWXT	\$ 112.6	\$ 15.2	\$ -	\$ 27.0	\$ (20.1)	\$ -	\$ 134.7
Diluted Earnings per Common Share	\$ 0.95	\$ 0.13	\$ -	\$ 0.23	\$ (0.17)	\$ -	\$ 1.13

Note: Tables may not foot due to rounding.