

# Bath & Body Works®

**Fourth Quarter Earnings Presentation  
February 23, 2022**

## Safe Harbor Statement Under the Private Securities Litigation Reform Act of 1995

We caution that any forward-looking statements (as such term is defined in the Private Securities Litigation Reform Act of 1995) contained in this presentation or made by our company or our management involve risks and uncertainties and are subject to change based on various factors, many of which are beyond our control. Accordingly, our future performance and financial results may differ materially from those expressed or implied in any such forward-looking statements. Words such as “estimate,” “project,” “plan,” “believe,” “expect,” “anticipate,” “intend,” “planned,” “potential” and any similar expressions may identify forward-looking statements. Risks associated with the following factors, among others, in some cases have affected and in the future could affect our financial performance and actual results and could cause actual results to differ materially from those expressed or implied in any forward-looking statements included in this presentation or otherwise made by our company or our management:

- the spin-off of Victoria’s Secret may not be tax-free for U.S. federal income tax purposes;
- a loss of synergies from separating the businesses that could negatively impact the balance sheet, profit margins or earnings of the company or that the company does not realize all of the expected benefits of the spin-off;
- general economic conditions, inflation, consumer confidence, consumer spending patterns and market disruptions including pandemics or significant health hazards, severe weather conditions, natural disasters, terrorist activities, financial crises, political crises or other major events, or the prospect of these events;
- the coronavirus (COVID-19) global pandemic has had and is expected to continue to have an adverse effect on our business and results of operations;
- the seasonality of our business;
- divestitures or other dispositions and related operations and contingent liabilities from businesses that we have divested;
- difficulties arising from turnover in company leadership or other key positions;
- our ability to attract, develop and retain qualified associates and manage labor-related costs;
- the dependence on mall traffic and the availability of suitable store locations on appropriate terms;
- our ability to grow through new store openings and existing store remodels and expansions;
- our ability to successfully operate and expand internationally and related risks;
- our independent franchise, license and wholesale partners;
- our direct channel businesses;
- our ability to protect our reputation and our brand images;
- our ability to attract customers with marketing, advertising and promotional programs;
- our ability to maintain, enforce and protect our trade names, trademarks and patents;
- the highly competitive nature of the retail industry and the segments in which we operate;
- consumer acceptance of our products and our ability to manage the life cycle of our brands, keep up with fashion trends, develop new merchandise and launch new product lines successfully;
- our ability to source, distribute and sell goods and materials on a global basis, including risks related to:
  - political instability, environmental hazards or natural disasters;
  - significant health hazards or pandemics, which could result in closed factories and/or stores, reduced workforces, scarcity of raw materials, and scrutiny or embargoing of goods produced in impacted areas;
  - duties, taxes and other charges;
  - legal and regulatory matters;
  - volatility in currency exchange rates;

## Safe Harbor Statement Under the Private Securities Litigation Reform Act of 1995

- local business practices and political issues;
- delays or disruptions in shipping and transportation and related pricing impacts;
- disruption due to labor disputes; and
- changing expectations regarding product safety due to new legislation;
- our geographic concentration of vendor and distribution facilities in central Ohio;
- fluctuations in foreign currency exchange rates;
- the ability of our vendors to deliver products in a timely manner, meet quality standards and comply with applicable laws and regulations;
- fluctuations in product input costs, including those caused by inflation;
- our ability to adequately protect our assets from loss and theft;
- fluctuations in energy costs, including those caused by inflation;
- increases in the costs of mailing, paper, printing or other order fulfillment logistics;
- claims arising from our self-insurance;
- our and our third-party service providers' ability to implement and maintain information technology systems and to protect associated data;
- our ability to maintain the security of customer, associate, third-party and company information;
- stock price volatility;
- our ability to pay, dividends and related effects;
- the anticipated timing of our share repurchases under existing share repurchase authorizations and the anticipated impact thereof on our financial performance and liquidity;
- shareholder activism matters;
- our ability to maintain our credit ratings;
- our ability to service or refinance our debt and maintain compliance with our restrictive covenants;
- our ability to comply with laws, regulations and technology platform rules or other obligations related to data privacy and security;
- our ability to comply with regulatory requirements;
- legal and compliance matters; and
- tax, trade and other regulatory matters.

We are not under any obligation and do not intend to make publicly available any update or other revisions to any of the forward-looking statements contained in this presentation to reflect circumstances existing after the date of this press release or to reflect the occurrence of future events even if experience or future events make it clear that any expected results expressed or implied by those forward-looking statements will not be realized. Additional information regarding these and other factors can be found in "Item 1A. Risk Factors" in our 2020 Annual Report on Form 10-K, as updated by the risk factors disclosed in Part II, "Item 1A. Risk Factors" in our Quarterly Report on Form 10-Q for the quarter ended October 30, 2021 as filed with the Securities and Exchange Commission, and our subsequent filings.

**BATH & BODY WORKS, INC.**  
**ADJUSTED CONSOLIDATED STATEMENTS OF INCOME FROM CONTINUING OPERATIONS**  
**THIRTEEN WEEKS ENDED JANUARY 29, 2022 AND JANUARY 30, 2021**  
**(Unaudited)**  
**(Dollars in millions except per share amounts)**

	<u>2021</u>	<u>2020</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>
Net Sales	\$ 3,027.4	\$ 2,718.2	\$ 309.2	11%
Gross Profit	1,455.7	1,406.3	49.4	4%
% of Sales	48.1%	51.7%	(370 bps)	
General, Administrative and Store Operating Expenses	567.1	537.1	30.0	6%
% of Sales	18.7%	19.8%	(100 bps)	
Operating Income	<u>888.6</u>	<u>869.2</u>	19.4	2%
% of Sales	29.4%	32.0%	(260 bps)	
Interest Expense and Other	<u>88.4</u>	<u>118.0</u>	(29.6)	-25%
Income from Continuing Operations Before Income Taxes	800.2	751.2	49.0	7%
Provision for Income Taxes	200.5	194.3	6.2	3%
% of Pre-Tax Income	25.1%	25.9%		
Net Income from Continuing Operations	<u>\$ 599.7</u>	<u>\$ 556.9</u>	\$ 42.8	8%
% of Sales	19.8%	20.5%	(70 bps)	
Net Income from Continuing Operations Per Diluted Share	<u>\$ 2.30</u>	<u>\$ 1.96</u>	\$ 0.34	17%
Weighted Average Shares Outstanding	<u>260.6</u>	<u>283.8</u>		

**BATH & BODY WORKS, INC.**  
**ADJUSTED CONSOLIDATED STATEMENTS OF INCOME FROM CONTINUING OPERATIONS**  
**FIFTY-TWO WEEKS ENDED JANUARY 29, 2022 AND JANUARY 30, 2021**  
**(Unaudited)**  
**(Dollars in millions except per share amounts)**

	<u>2021</u>	<u>2020</u>	<u>Increase (Decrease)</u>	<u>% Increase (Decrease)</u>
Net Sales	\$ 7,881.5	\$ 6,434.1	\$ 1,447.4	22%
Gross Profit	3,864.6	3,095.8	768.8	25%
% of Sales	49.0%	48.1%	90 bps	
General, Administrative and Store Operating Expenses	1,846.1	1,462.0	384.1	26%
% of Sales	23.4%	22.7%	70 bps	
Operating Income	<u>2,018.5</u>	<u>1,633.8</u>	384.7	24%
% of Sales	25.6%	25.4%	20 bps	
Interest Expense and Other	<u>391.1</u>	<u>430.1</u>	(39.0)	-9%
Income from Continuing Operations Before Income Taxes	1,627.4	1,203.7	423.7	35%
Provision for Income Taxes	397.2	325.5	71.7	22%
% of Pre-Tax Income	24.4%	27.0%		
Net Income from Continuing Operations	<u>\$ 1,230.2</u>	<u>\$ 878.2</u>	\$ 352.0	40%
% of Sales	15.6%	13.6%	200 bps	
Net Income from Continuing Operations Per Diluted Share	<u>\$ 4.51</u>	<u>\$ 3.12</u>	\$ 1.39	45%
Weighted Average Shares Outstanding	<u>273.0</u>	<u>281.5</u>		

**BATH & BODY WORKS, INC.**  
**CONSOLIDATED CONDENSED BALANCE SHEETS**  
(Unaudited)  
(In thousands)

	<u>January 29, 2022</u>	<u>January 30, 2021</u>
<b>ASSETS</b>		
Current Assets		
Cash and Cash Equivalents	\$ 1,979,161	\$ 3,567,491
Accounts Receivable, Net	239,506	147,374
Inventories	709,064	571,478
Other	80,970	53,074
Current Assets of Discontinued Operations	<u>-</u>	<u>1,239,138</u>
Total Current Assets	3,008,701	5,578,555
Property and Equipment, Net	1,009,385	1,017,596
Operating Lease Assets	1,020,658	968,181
Goodwill	628,236	628,236
Trade Names	164,700	164,700
Deferred Income Taxes	44,861	57,926
Other Assets	149,522	175,631
Noncurrent Assets of Discontinued Operations	<u>-</u>	<u>2,980,614</u>
<b>TOTAL ASSETS</b>	<u>\$ 6,026,063</u>	<u>\$ 11,571,439</u>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>		
Current Liabilities		
Accounts Payable	\$ 435,099	\$ 345,036
Accrued Expenses and Other	650,701	726,516
Current Operating Lease Liabilities	170,167	173,040
Income Taxes	33,735	83,252
Current Liabilities of Discontinued Operations	<u>-</u>	<u>1,497,185</u>
Total Current Liabilities	1,289,702	2,825,029
Deferred Income Taxes	156,652	141,176
Long-Term Debt	4,853,586	6,366,123
Long-Term Operating Lease Liabilities	989,002	940,868
Other Long-Term Liabilities	254,046	289,456
Long-Term Liabilities of Discontinued Operations	-	1,667,483
Shareholders' Equity (Deficit)	<u>(1,516,925)</u>	<u>(658,696)</u>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>	<u>\$ 6,026,063</u>	<u>\$ 11,571,439</u>

Bath&BodyWorks®

Bath & Body Works, Inc.  
2022 Outlook as of February 23, 2022

Metric	First Quarter	Full Year 2022
<b>Sales</b>	Down low to mid-single digits compared to \$1.469 billion LY	Flat to up 4% compared to \$7.9 billion LY
<b>Gross Margin Rate</b>	Down significantly to about 45% compared to 50.5% LY	Decrease by 300 to 400 basis points compared to 49.0% LY
<b>SG&amp;A Expense Rate</b>	About flat compared to 27.5% LY	About flat compared to 23.4% LY
<b>Net Non-Operating Expense</b>	About \$90 million	About \$360 million
<b>Tax Rate (before discrete items)</b>	About 21%	About 25%
<b>Weighted Average Shares Outstanding</b>	Approximately 245 million	Approximately 237 million
<b>Earnings Per Share from Continuing Operations</b>	Between \$0.47 and \$0.55	Between \$4.30 and \$4.70
<b>Capital Expenditures</b>	N/A	Approximately \$400 million
<b>Free Cash Flow</b>	N/A	\$800 - \$900 million

**Note:** The above forecasts include certain investments in our business and macro inflationary pressures, as described in our earnings commentary, that we expect will negatively impact our full-year operating income by \$315 to \$340 million, or \$1.00 to \$1.08 per share.

**BATH & BODY WORKS, INC.**  
**COMPANY - OPERATED STORE COUNT AND SELLING SQ FT**  
**2021 Actuals**

	Beginning of Year	New Stores	Closures	Total Reconstructions and Change in SSF	End of Year	Increase / (Decrease)	
<b>Bath &amp; Body Works</b>							
Bath & Body Works							
Store Count	1,633	53	(35)	74	1,651	18	1%
Selling Sq Ft 000's	4,344	161	(81)	61	4,485	141	3%
Bath & Body Works - Canada							
Store Count	103	1	-	5	104	1	1%
Selling Sq Ft 000's	262	3	-	5	270	8	3%
<b>Total BBW Company - Operated</b>							
Store Count	<b>1,736</b>	<b>54</b>	<b>(35)</b>	<b>79</b>	<b>1,755</b>	<b>19</b>	<b>1%</b>
Selling Sq Ft 000's	<b>4,606</b>	<b>163</b>	<b>(81)</b>	<b>66</b>	<b>4,755</b>	<b>149</b>	<b>3%</b>

**BATH & BODY WORKS, INC.**  
**COMPANY - OPERATED STORE COUNT AND SELLING SQ FT**  
**2022 Forecast**

	Beginning of Year	New Stores	Closures	Total Reconstructions and Change in SSF	End of Year	Increase / (Decrease)	
<b>Bath &amp; Body Works</b>							
Bath & Body Works							
Store Count	1,651	94	(40) to (50)	37	1,695 to 1,705	44 to 54	3% to 3%
Selling Sq Ft 000's	4,485	290	(84) to (105)	49	4,718 to 4,739	234 to 255	5% to 6%
Bath & Body Works - Canada							
Store Count	104	5	-	10	109	5	5%
Selling Sq Ft 000's	270	16	-	10	296	26	10%
<b>Total BBW Company - Operated</b>							
Store Count	<b>1,755</b>	<b>99</b>	<b>(40) to (50)</b>	<b>47</b>	<b>1,804 to 1,814</b>	<b>49 to 59</b>	<b>3% to 3%</b>
Selling Sq Ft 000's	<b>4,755</b>	<b>307</b>	<b>(84) to (105)</b>	<b>58</b>	<b>5,015 to 5,036</b>	<b>260 to 281</b>	<b>5% to 6%</b>

**BATH & BODY WORKS, INC.  
INTERNATIONAL STORE COUNT  
2021 ACTUALS**

	<u>2020 Year End</u>	<u>2021 New Stores</u>	<u>2021 Closures</u>	<u>2021 Year End</u>
<b><u>Bath &amp; Body Works International</u></b>				
<b><u>Partner - Operated Stores</u></b>				
International	270	55	(8)	317
International - Travel Retail	18	3	-	21
<b>Total International</b>	<u>288</u>	<u>58</u>	<u>(8)</u>	<u>338</u>

**BATH & BODY WORKS, INC.  
INTERNATIONAL STORE COUNT  
2022 FORECAST**

	<u>2021 Year End</u>	<u>2022 New Stores</u>	<u>2022 Closures</u>	<u>2022F Year End</u>
<b><u>Bath &amp; Body Works International</u></b>				
<b><u>Partner - Operated Stores</u></b>				
International	317	68 to 96	(4 to 6)	379 to 409
International - Travel Retail	21	2 to 5	(0 to 2)	21 to 26
<b>Total International</b>	<u>338</u>	<u>70 to 101</u>	<u>(4 to 8)</u>	<u>400 to 435</u>

# APPENDIX

**BATH & BODY WORKS, INC.**  
**CONSOLIDATED STATEMENTS OF INCOME**  
**THIRTEEN WEEKS ENDED JANUARY 29, 2022 AND JANUARY 30, 2021**  
**(Unaudited)**  
**(In thousands except per share amounts)**

	<b>2021</b>	<b>2020</b>
Net Sales	\$ 3,027,403	\$ 2,718,192
Costs of Goods Sold, Buying and Occupancy	<u>(1,580,975)</u>	<u>(1,311,855)</u>
Gross Profit	1,446,428	1,406,337
General, Administrative and Store Operating Expenses	<u>(567,220)</u>	<u>(537,109)</u>
Operating Income	879,208	869,228
Interest Expense	(86,887)	(115,642)
Other Loss	<u>(1,547)</u>	<u>(2,366)</u>
Income from Continuing Operations before Income Taxes	790,774	751,220
Provision for Income Taxes	<u>198,214</u>	<u>194,321</u>
Net Income from Continuing Operations	592,560	556,899
Income from Discontinued Operations, Net of Tax	<u>2,306</u>	<u>303,432</u>
Net Income	<u>\$ 594,866</u>	<u>\$ 860,331</u>
Net Income Per Diluted Share		
Continuing Operations	\$ 2.27	\$ 1.96
Discontinued Operations	<u>\$ 0.01</u>	<u>\$ 1.07</u>
Total Net Income Per Diluted Share	<u>\$ 2.28</u>	<u>\$ 3.03</u>
Weighted Average Shares Outstanding	<u>260,611</u>	<u>283,802</u>

**BATH & BODY WORKS, INC.**  
**CONSOLIDATED STATEMENTS OF INCOME (LOSS)**  
**FIFTY-TWO WEEKS ENDED JANUARY 29, 2022 AND JANUARY 30, 2021**  
**(Unaudited)**  
**(In thousands except per share amounts)**

	<b>2021</b>	<b>2020</b>
Net Sales	\$ 7,881,513	\$ 6,434,102
Costs of Goods Sold, Buying and Occupancy	<u>(4,026,161)</u>	<u>(3,338,346)</u>
Gross Profit	3,855,352	3,095,756
General, Administrative and Store Operating Expenses	<u>(1,846,229)</u>	<u>(1,491,563)</u>
Operating Income	2,009,123	1,604,193
Interest Expense	(388,033)	(432,457)
Other Loss	<u>(197,737)</u>	<u>(50,228)</u>
Income from Continuing Operations before Income Taxes	1,423,353	1,121,508
Provision for Income Taxes	<u>348,124</u>	<u>256,848</u>
Net Income from Continuing Operations	1,075,229	864,660
Income (Loss) from Discontinued Operations, Net of Tax	<u>258,251</u>	<u>(20,210)</u>
Net Income	<u>\$ 1,333,480</u>	<u>\$ 844,450</u>
Net Income (Loss) Per Diluted Share		
Continuing Operations	\$ 3.94	\$ 3.07
Discontinued Operations	<u>\$ 0.95</u>	<u>\$ (0.07)</u>
Total Net Income Per Diluted Share	<u>\$ 4.88</u>	<u>\$ 3.00</u>
Weighted Average Shares Outstanding	<u>273,017</u>	<u>281,471</u>

**BATH & BODY WORKS, INC.**  
**ADJUSTED FINANCIAL INFORMATION FROM CONTINUING OPERATIONS**  
**THIRTEEN WEEKS ENDED JANUARY 29, 2022 AND JANUARY 30, 2021**  
**(Unaudited)**  
**(In thousands except per share amounts)**

	<u>2021</u>			<u>2020</u>		
	<b>Reported</b>	<b>Adjustments</b>	<b>Adjusted</b>	<b>Reported</b>	<b>Adjustments</b>	<b>Adjusted</b>
	<b>Cont. Operations</b>		<b>Cont. Operations</b>	<b>Cont. Operations</b>		<b>Cont. Operations</b>
Net Sales	\$ 3,027,403	\$ -	\$ 3,027,403	\$ 2,718,192	\$ -	\$ 2,718,192
Costs of Goods Sold, Buying & Occupancy	(1,580,975)	9,271	(1,571,704)	(1,311,855)	-	(1,311,855)
Gross Profit	1,446,428	9,271	1,455,699	1,406,337	-	1,406,337
General, Administrative and Store Operating Expenses	(567,220)	150	(567,070)	(537,109)	-	(537,109)
Operating Income	879,208	9,421	888,629	869,228	-	869,228
Interest Expense	(86,887)	-	(86,887)	(115,642)	-	(115,642)
Other Loss	(1,547)	-	(1,547)	(2,366)	-	(2,366)
Income from Continuing Operations Before Income Taxes	790,774	9,421	800,195	751,220	-	751,220
Provision for Income Taxes	198,214	2,297	200,511	194,321	-	194,321
Net Income from Continuing Operations	<u>\$ 592,560</u>	<u>\$ 7,124</u>	<u>\$ 599,684</u>	<u>\$ 556,899</u>	<u>\$ -</u>	<u>\$ 556,899</u>
Net Income from Continuing Operations Per Diluted Share	<u>\$ 2.27</u>		<u>\$ 2.30</u>	<u>\$ 1.96</u>		<u>\$ 1.96</u>
Weighted Average Shares Outstanding	<u>260,611</u>		<u>260,611</u>	<u>283,802</u>		<u>283,802</u>

See Notes to Reconciliation of GAAP Financial Measures to Non-GAAP Financial Measures.

**BATH & BODY WORKS, INC.**  
**ADJUSTED FINANCIAL INFORMATION FROM CONTINUING OPERATIONS**  
**FIFTY-TWO WEEKS ENDED JANUARY 29, 2022 AND JANUARY 30, 2021**  
(Unaudited)  
(In thousands except per share amounts)

	<u>2021</u>			<u>2020</u>		
	<b>Reported</b>	<b>Adjusted</b>		<b>Reported</b>	<b>Adjusted</b>	
	<b>Cont. Operations</b>	<b>Adjustments</b>	<b>Cont. Operations</b>	<b>Cont. Operations</b>	<b>Adjustments</b>	<b>Cont. Operations</b>
Net Sales	\$ 7,881,513	\$ -	\$ 7,881,513	\$ 6,434,102	\$ -	\$ 6,434,102
Costs of Goods Sold, Buying & Occupancy	(4,026,161)	9,271	(4,016,890)	(3,338,346)	-	(3,338,346)
Gross Profit	3,855,352	9,271	3,864,623	3,095,756	-	3,095,756
General, Administrative and Store Operating Expenses	(1,846,229)	150	(1,846,079)	(1,491,563)	29,572	(1,461,991)
Operating Income	2,009,123	9,421	2,018,544	1,604,193	29,572	1,633,765
Interest Expense	(388,033)	-	(388,033)	(432,457)	-	(432,457)
Other Income (Loss)	(197,737)	194,610	(3,127)	(50,228)	52,668	2,440
Income from Continuing Operations Before Income Taxes	1,423,353	204,031	1,627,384	1,121,508	82,240	1,203,748
Provision for Income Taxes	348,124	49,051	397,175	256,848	68,713	325,561
Net Income from Continuing Operations	<u>\$ 1,075,229</u>	<u>\$ 154,980</u>	<u>\$ 1,230,209</u>	<u>\$ 864,660</u>	<u>\$ 13,527</u>	<u>\$ 878,187</u>
Net Income from Continuing Operations Per Diluted Share	<u>\$ 3.94</u>		<u>\$ 4.51</u>	<u>\$ 3.07</u>		<u>\$ 3.12</u>
Weighted Average Shares Outstanding	<u>273,017</u>		<u>273,017</u>	<u>281,471</u>		<u>281,471</u>

See Notes to Reconciliation of GAAP Financial Measures to Non-GAAP Financial Measures.

**BATH & BODY WORKS, INC.**  
**NOTES TO RECONCILIATION OF GAAP FINANCIAL MEASURES**  
**TO NON-GAAP FINANCIAL MEASURES**  
**(Unaudited)**

The “Adjusted Financial Information from Continuing Operations” provided in the attached reflects the following non-GAAP financial measures:

Fiscal 2021

In the fourth quarter of 2021, adjusted results exclude the following:

- A \$9.4 million pre-tax loss (\$7.1 million net of tax of \$2.3 million), primarily included in cost of goods sold, buying and occupancy, related to the write-off of inventory that was destroyed by a tornado at a vendor’s facility.

In the third quarter of 2021, adjusted results exclude the following:

- An \$89.1 million pre-tax loss (\$67.7 million net of tax of \$21.4 million), included in other income (loss), associated with the early extinguishment of outstanding notes.

In the second quarter of 2021, there were no adjustments to results.

In the first quarter of 2021, adjusted results exclude the following:

- A \$105.5 million pre-tax loss (\$80.1 million net of tax of \$25.4 million), included in other income (loss), associated with the early extinguishment of outstanding notes.

Fiscal 2020

In the fourth quarter of 2020, there were no adjustments to results.

- Continued -

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**BATH & BODY WORKS, INC.**  
**NOTES TO RECONCILIATION OF GAAP FINANCIAL MEASURES**  
**TO NON-GAAP FINANCIAL MEASURES**  
**(Unaudited)**

The “Adjusted Financial Information from Continuing Operations” provided in the attached reflects the following non-GAAP financial measures:

Fiscal 2020

In the third quarter of 2020, adjusted results exclude the following:

- A \$52.7 million pre-tax loss (\$40.0 million net of tax of \$12.7 million), included in other income (loss), associated with the early extinguishment of outstanding notes.

In the second quarter of 2020, adjusted results exclude the following:

- A \$29.6 million charge (\$23.9 million net of tax of \$5.7 million), included in general, administrative and store operating expenses, related to previously announced restructuring actions.

In the first quarter of 2020, adjusted results exclude the following:

- A \$50.4 million tax benefit related to the resolution of certain tax matters.

The Adjusted Financial Information from Continuing Operations should not be construed as an alternative to the reported results determined in accordance with generally accepted accounting principles. Further, the Company’s definitions of adjusted income information may differ from similarly titled measures used by other companies. Management believes that the presentation of adjusted financial information provides additional information to investors to facilitate the comparison of past and present operations. While it is not possible to predict future results, management believes the adjusted financial information is useful for the assessment of the ongoing operations of the Company because the adjusted items are not indicative of the Company’s ongoing operations due to their size and nature. Additionally, management uses adjusted financial information as key performance measures of results of operations for the purpose of evaluating performance internally. The Adjusted Financial Information from Continuing Operations should be read in conjunction with the Company’s historical financial statements and notes thereto contained in the Company’s quarterly reports on Form 10-Q and annual report on Form 10-K.

**BATH & BODY WORKS, INC.**  
**COMPANY - OPERATED STORES AND SELLING SQUARE FOOTAGE**  
**At January 29, 2022 and January 30, 2021**

	January 29, 2022		January 30, 2021	
	Stores	Selling Sq. Ft. (000's)	Stores	Selling Sq. Ft. (000's)
Bath & Body Works U.S.	1,651	4,485	1,633	4,344
Bath & Body Works Canada	104	270	103	262
<b>Total Bath &amp; Body Works Company - Operated</b>	<b>1,755</b>	<b>4,755</b>	<b>1,736</b>	<b>4,606</b>

**BATH & BODY WORKS, INC.****2021 Selected Data****(Unaudited)****(In thousands)**

	<u>2021</u>	<u>2020</u>
<b>Capital Expenditures</b>		
First Quarter	\$ 45,242	\$ 27,962
Second Quarter	66,524	25,667
Spring Season	111,766	53,629
Third Quarter	64,780	35,056
Fourth Quarter	28,897	12,367
Year	\$ 205,443	\$ 101,052
<b>Depreciation &amp; Amortization</b>		
First Quarter	\$ 48,924	\$ 48,684
Second Quarter	50,605	46,378
Spring Season	99,529	95,062
Third Quarter	52,166	48,398
Fourth Quarter	53,478	50,656
Year	\$ 205,173	\$ 194,116

Note: The amounts above are only reflective of long-lived assets that remained with Bath & Body Works, Inc. following the Victoria's Secret spin-off.