M/I Homes, Inc. and Subsidiaries
Non-GAAP Reconciliation [1]
(Dollars and shares in thousands, except per share amounts)

	Three Months Ended June 30, 2020	Three Months Ended June 30, 2019	Six Months Ended June 30, 2020	Six Months Ended June 30, 2019
Income before income taxes	$ 71,727	$ 41,203	$ 113,083	$ 64,682
Add: Purchase accounting adjustments [2]	—	129	—	557
Adjusted income before income taxes	$ 71,727	$ 41,332	$ 113,083	$ 65,239
Net income	$ 54,508	$ 30,246	$ 86,254	$ 47,969
Add: Purchase accounting adjustments - net of tax [2]	—	95	—	412
Adjusted net income	$ 54,508	$ 30,341	$ 86,254	$ 48,381
Purchase accounting adjustments - net of tax [2]	$ —	$ 95	$ —	$ 412
Divided by: Diluted weighted average shares outstanding	28,836	28,090	28,920	28,027
Diluted earnings per share related to purchase accounting adjustments [2]	$ —	$ —	$ —	$ 0.01
Add: Diluted earnings per share	1.89	1.08	2.98	1.71
Adjusted diluted earnings per share	$ 1.89	$ 1.08	$ 2.98	$ 1.72

M/I Homes, Inc. and Subsidiaries
Non-GAAP Financial Results [1]
(Dollars in thousands)

	Three Months Ended June 30, 2020	Three Months Ended June 30, 2019	Six Months Ended June 30, 2020	Six Months Ended June 30, 2019
Net income	$ 54,508	$ 30,246	$ 86,254	$ 47,969
Add:				
Provision for income taxes	17,219	10,957	26,829	16,713
Interest expense net of interest income	1,620	4,225	5,508	10,163
Interest amortized to cost of sales	7,754	7,380	14,324	12,773
Depreciation and amortization	4,200	3,890	8,424	7,707
Non-cash charges	1,175	1,682	4,098	2,594
Adjusted EBITDA	$ 86,476	$ 58,380	$ 145,437	$ 97,919

(1) We believe these non-GAAP financial measures are relevant and useful to investors in understanding our operations, and may be helpful in comparing us with other companies in the homebuilding industry to the extent they provide similar information. These non-GAAP financial measures should be used to supplement our GAAP results in order to provide a greater understanding of the factors and trends affecting our operations.

(2) Represents purchase accounting adjustments related to our acquisition of Pinnacle Homes in Detroit, Michigan on March 1, 2018.