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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2020	2019	2020	2019
Income before income taxes	$ 95,109	$ 50,064	$ 208,192	$114,746
Add: Purchase accounting adjustments (2)	—	82	—	639
Adjusted income before income taxes	$ 95,109	$ 50,146	$ 208,192	$115,385
Net income	$ 73,537	$ 37,838	$ 159,791	$ 85,807
Add: Purchase accounting adjustments - net of tax (2)	—	61	—	473
Adjusted net income	$ 73,537	$ 37,899	$ 159,791	$ 86,280
Purchase accounting adjustments - net of tax (2)	$ —	$ 61	$ —	$ 473
Divided by: Diluted weighted average shares outstanding	29,286	28,598	29,030	28,238
Diluted earnings per share related to purchase accounting adjustments (2)	$ —	$ —	$ —	$ 0.02
Add: Diluted earnings per share	2.51	1.32	5.50	3.04
Adjusted diluted earnings per share	$ 2.51	$ 1.32	$ 5.50	$ 3.06

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

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2020	2019	2020	2019
Net income	$ 73,537	$ 37,838	$ 159,791	$ 85,807
Add:				
Provision for income taxes	21,572	12,226	48,401	28,939
Interest expense net of interest income	327	3,625	5,835	13,788
Interest amortized to cost of sales	8,803	7,836	23,127	20,609
Depreciation and amortization	4,590	4,089	13,014	11,796
Non-cash charges	2,274	1,492	6,372	4,086
Adjusted EBITDA	$ 111,103	$ 67,106	$ 256,540	$ 165,025

(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.