

## CTS Corporation

### Reconciliation of Gross Margin to Adjusted Gross Margin

(\$ in millions)

	Q2		Year-to-Date		Full Year		
	2020	2019	2020	2019	2019	2018	2017
<b>Gross margin</b>	<b>\$ 26.6</b>	<b>\$ 41.2</b>	<b>\$ 59.5</b>	<b>\$ 81.8</b>	<b>\$ 157.6</b>	<b>\$ 165.0</b>	<b>\$ 140.4</b>
Adjustments to reported gross margin:							
Pension settlement charge	-	-	-	-	-	-	4.8
<b>Adjusted gross margin</b>	<b>\$ 26.6</b>	<b>\$ 41.2</b>	<b>\$ 59.5</b>	<b>\$ 81.8</b>	<b>\$ 157.6</b>	<b>\$ 165.0</b>	<b>\$ 145.2</b>
Sales	\$ 84.2	\$ 120.7	\$ 187.3	\$ 238.3	\$ 469.0	\$ 470.5	\$ 423.0
Adjusted gross margin as a % of sales	31.6%	34.1%	31.8%	34.3%	33.6%	35.1%	34.3%