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Second Quarter 2017 Earnings

July 26, 2017

AGENDA

- **IDEX's Outlook**
- **Q2 2017 Financial Performance**
- **Q2 2017 Segment Performance**
 - Fluid & Metering
 - Health & Science
 - Fire & Safety / Diversified Products
- **2017 Guidance Detail**
- **Q&A**

Replay Information

- **Dial toll-free: 877.660.6853**
- **International: 201.612.7415**
- **Conference ID: #13652252**
- **Log on to: www.idexcorp.com**

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This presentation and discussion will include forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, as amended. These statements may relate to, among other things, capital expenditures, acquisitions, cost reductions, cash flow, revenues, earnings, market conditions, global economies and operating improvements, and are indicated by words or phrases such as “anticipate,” “estimate,” “plans,” “expects,” “projects,” “forecasts,” “should,” “could,” “will,” “management believes,” “the company believes,” “the company intends,” and similar words or phrases. These statements are subject to inherent uncertainties and risks that could cause actual results to differ materially from those anticipated at the date of this news release. The risks and uncertainties include, but are not limited to, the following: economic and political consequences resulting from terrorist attacks and wars; levels of industrial activity and economic conditions in the U.S. and other countries around the world; pricing pressures and other competitive factors, and levels of capital spending in certain industries – all of which could have a material impact on order rates and IDEX’s results, particularly in light of the low levels of order backlogs it typically maintains; its ability to make acquisitions and to integrate and operate acquired businesses on a profitable basis; the relationship of the U.S. dollar to other currencies and its impact on pricing and cost competitiveness; political and economic conditions in foreign countries in which the company operates; interest rates; capacity utilization and the effect this has on costs; labor markets; market conditions and material costs; and developments with respect to contingencies, such as litigation and environmental matters. Additional factors that could cause actual results to differ materially from those reflected in the forward-looking statements include, but are not limited to, the risks discussed in the “Risk Factors” section included in the company’s most recent annual report on Form 10-K filed with the SEC and the other risks discussed in the company’s filings with the SEC. The forward-looking statements included in this presentation and discussion are only made as of today’s date, and management undertakes no obligation to publicly update them to reflect subsequent events or circumstances, except as may be required by law. Investors are cautioned not to rely unduly on forward-looking statements when evaluating the information in this presentation and discussion.

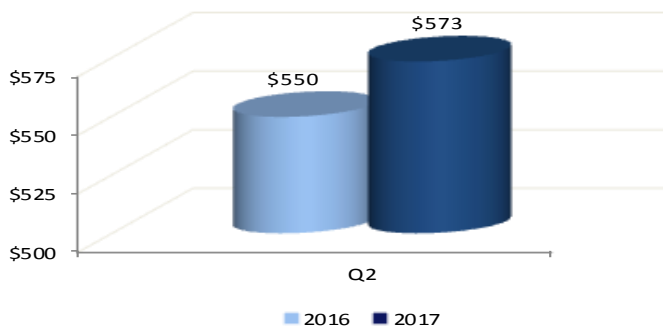
This presentation contains non-GAAP financial information. Reconciliations of non-GAAP measures are included either in this presentation or our earnings release for the three-month period ending June 30, 2017, which is available on our website.

IDEX Q2 Financial Performance

(Dollars in millions, excl. EPS)

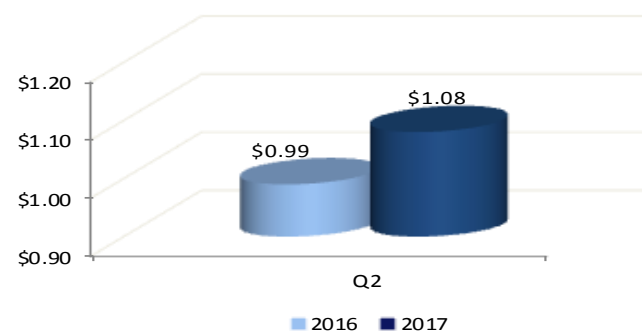
Sales

Organic: 3% increase



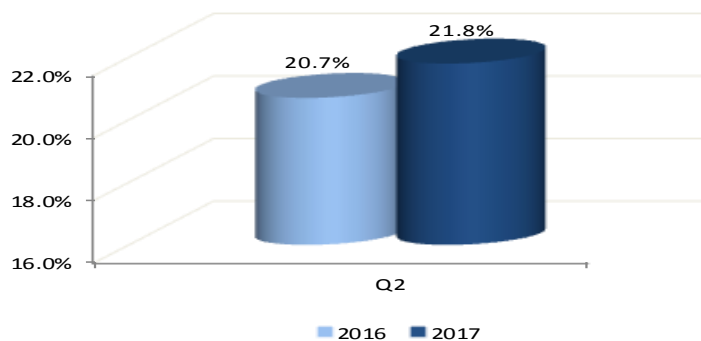
EPS

9% increase



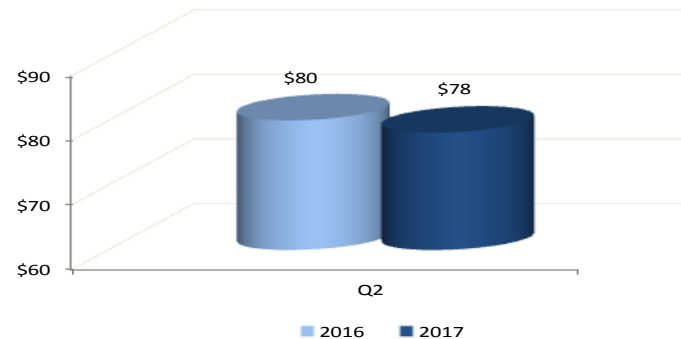
Operating Margin

110 bps increase



Free Cash Flow

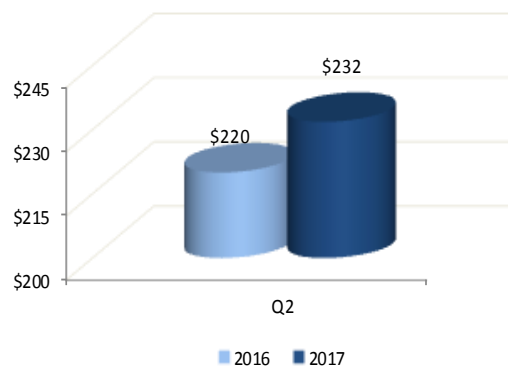
2% decrease



Organic Sales growth of 3 percent drove a 9 percent increase in EPS

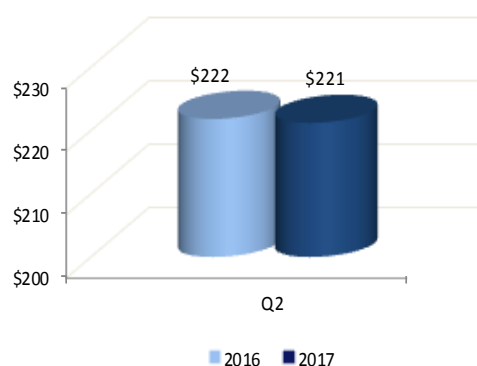
Orders

Organic: 9% increase



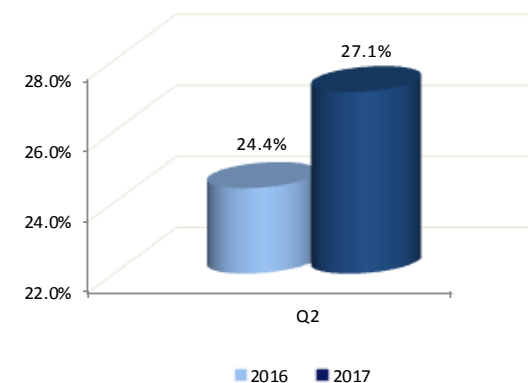
Sales

Organic: 4% increase



Operating Margin

270 bps increase



Q2 Sales Mix:	
Organic	4%
Divestitures	-3%
FX	<u>-1%</u>
Reported Sales	0%

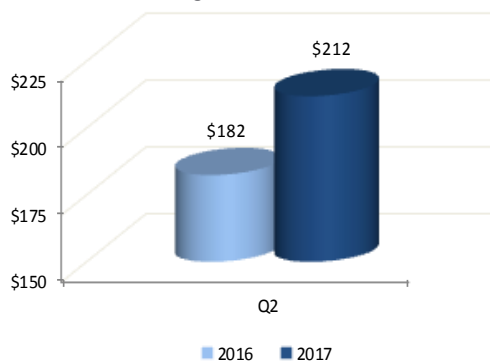
Q2 Highlights:

- ❑ FMT organic sales increased for the second quarter in a row
- ❑ Double-digit growth in orders and sales at the Agriculture platform
- ❑ Water market showing strong demand in U.S. distribution and municipal end markets
- ❑ Strong results in targeted growth areas for the Pump platform, especially in oil & gas

Organic Orders and Sales up 9 percent and 4 percent, respectively

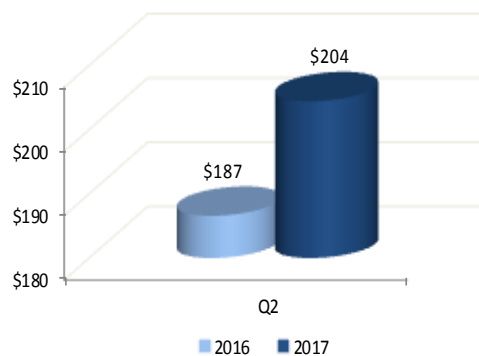
Orders

Organic: 11% increase



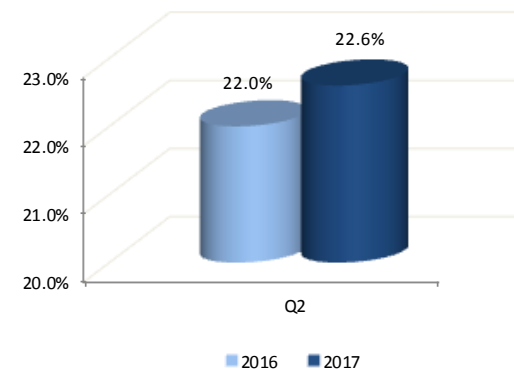
Sales

Organic: 6% increase



Operating Margin

60 bps increase



Q2 Sales Mix:	Component	Percentage
	Organic	6%
	Acquisition/Divestitures	6%
	FX	-2%
	Reported Sales	10%

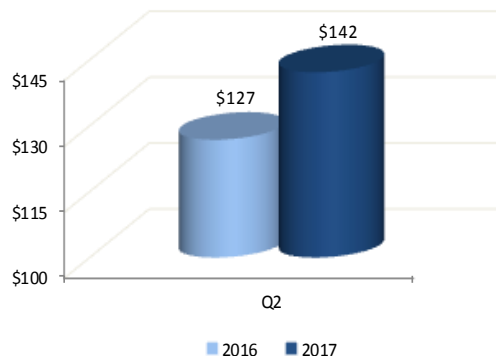
Q2 Highlights:

- ❑ New products and market share wins continue to drive growth at the Scientific Fluidics and Optics platform
- ❑ Global strength in pharma and nutritional end markets for MPT
- ❑ Sealing platform benefitting from extremely strong semiconductor market
- ❑ Industrial market within HST remains stable

Organic Orders and Sales up 11 percent and 6 percent, respectively

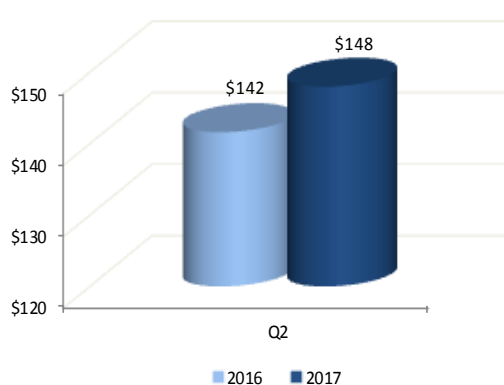
Orders

Organic: 7% increase



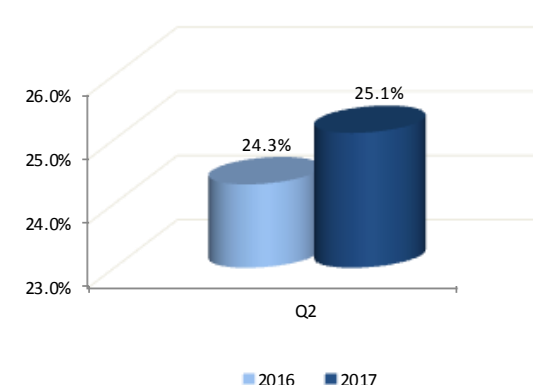
Sales

Organic: 1% decrease



Operating Margin

80 bps increase



Q2 Sales Mix:	Component	Change
	Organic	-1%
	Acquisitions	7%
	FX	-2%
	Reported Sales	4%

- Q2 Highlights:**
- ☐ Strength in OEM and municipal markets plus market share wins for the Fire and Safety group
 - ☐ Strong quarter for Band-It with rebounding energy markets and continued strength in automotive and industrial markets
 - ☐ Dispensing core markets in Asia and Europe performing well

Organic Orders up 7 percent

Outlook: 2017 Guidance Summary

Q3 2017

- EPS estimate range: \$1.04 – \$1.06
- Organic revenue growth: ~ 6%
- Operating margin: ~ 21.8%
- Tax rate: ~ 26.5%
- FX impact: Flat based on June 30, 2017 FX rates
- Corporate costs: ~ \$17 million

FY 2017

- Adjusted EPS estimate range: \$4.18 – \$4.23
- Organic revenue growth: ~ 5%
- Operating margin: ~ 21.8%
- FX impact: Less than 1.0% topline headwind, based on June 30, 2017 FX rates
- Other modeling items
 - Tax rate: ~ 27%
 - Cap Ex: ~ \$45M
 - Free Cash Flow will be ~120% of net income
 - EPS estimate excludes all future acquisitions and associated costs and any future restructuring charges
 - Corporate costs ~ \$68 million