

Non-GAAP Financial Measure Reconciliation
Sypris Solutions, Inc.
October 1, 2017

Use of Non-GAAP Financial Information:

To supplement our consolidated financial statements presented on a GAAP basis, Sypris Solutions, Inc. uses non-GAAP financial measures. We believe non-GAAP financial measures are appropriate to enhance an overall understanding of our past financial performance and also our prospects for the future. These adjustments to our current period GAAP results are made with the intent of providing both management and investors a more complete understanding of the Company's underlying operational results and trends and our marketplace performance. The presentation of this additional information is not meant to be considered in isolation or as a substitute for financial measures prepared in accordance with generally accepted accounting principles in the United States.

Reconciliation of Adjusted Operating Income (Loss)						
	Quarter Ended October 1, 2017	Quarter Ended July 2, 2017	Quarter Ended April 2, 2017	Nine months Ended October 1, 2017	Quarter Ended October 2, 2016	Nine Months Ended October 2, 2016
Operating income (loss)	\$ (2,855)	\$ (2,890)	\$ (5,133)	\$ (10,878)	\$ (6,033)	\$ (17,064)
Severance, relocation and other costs	357	880	998	2,235	-	522
Adjusted operating income (loss)	\$ (2,498)	\$ (2,010)	\$ (4,135)	\$ (8,643)	\$ (6,033)	\$ (16,542)

Reconciliation of Segment Adjusted Operating Income (Loss)						
	Quarter Ended October 1, 2017	Quarter Ended July 2, 2017	Quarter Ended April 2, 2017	Nine months Ended October 1, 2017	Quarter Ended October 2, 2016	Nine Months Ended October 2, 2016
Operating income (loss):						
Sypris Technologies	\$ (2,264)	\$ (2,112)	\$ (3,296)	\$ (7,672)	\$ (2,099)	\$ (7,123)
Sypris Electronics	493	609	(431)	671	(1,996)	(3,965)
General, corporate and other	(1,084)	(1,387)	(1,406)	(3,877)	(1,938)	(5,976)
	<u>\$ (2,855)</u>	<u>\$ (2,890)</u>	<u>\$ (5,133)</u>	<u>\$ (10,878)</u>	<u>\$ (6,033)</u>	<u>\$ (17,064)</u>
Severance, relocation and other costs:						
Sypris Technologies	\$ 357	\$ 880	\$ 998	\$ 2,235	\$ -	\$ 522
Sypris Electronics	-	-	-	-	-	-
General, corporate and other	-	-	-	-	-	-
	<u>\$ 357</u>	<u>\$ 880</u>	<u>\$ 998</u>	<u>\$ 2,235</u>	<u>\$ -</u>	<u>\$ 522</u>
Adjusted operating income (loss):						
Sypris Technologies	\$ (1,907)	\$ (1,232)	\$ (2,298)	\$ (5,437)	\$ (2,099)	\$ (6,601)
Sypris Electronics	493	609	(431)	671	(1,996)	(3,965)
General, corporate and other	(1,084)	(1,387)	(1,406)	(3,877)	(1,938)	(5,976)
	<u>\$ (2,498)</u>	<u>\$ (2,010)</u>	<u>\$ (4,135)</u>	<u>\$ (8,643)</u>	<u>\$ (6,033)</u>	<u>\$ (16,542)</u>