

BIOMET, INC.

Other Financial Information

Cost of Sales Reconciled to Cost of Sales, Excluding Special Items

Adjusted Inventory Turns

(in millions, except inventory turns)

(Unaudited)

	6 Months Ended			(combined)*			5/31/2007	5/31/2006	5/31/2005
	11/30/2009	8/31/2009	5/31/2009	11/30/2008	8/31/2008	5/31/2008			
Cost of Sales	\$398.9	\$185.3	\$828.4	\$194.9	\$181.5	\$917.0	\$642.3	\$582.1	
<i>Less Special Items:</i>									
Purchase accounting depreciation	8.9	4.5	17.9	4.5	4.5	14.6			
Share-based payment	0.9	0.4	2.7	1.0	0.5	2.0	1.9		
Litigation settlements and reserves and other legal fees	(1.1)	-	64.2	5.3	-	-			
Operational restructuring	9.8	0.8	2.6	0.3	-	-			
Consulting expenses related to operational improvement initiatives, and other related costs	5.8	2.1	9.3	1.8	1.6	12.5			
Inventory step-up						160.2			
In-the-money stock options						28.0			
Product line discontinuation & other								3.8	
Spine & Trauma inventory reserve adjustment			20.5				29.5		
Cost of Sales, Excluding Special Items	\$374.6	\$177.5	\$711.2	\$182.0	\$174.9	\$699.7	\$610.9	\$578.3	
Net Inventory Balances	\$555.6	\$542.9	\$523.9	\$510.3	\$545.0	\$539.7	\$540.4	\$534.5	\$469.8
Adjusted Inventory Turns (1)	1.37	1.31	1.34			1.30	1.14	1.15	

(1) Inventory Turns represent the last 12 months cost of sales, adjusted for special items noted above divided by average 12 month inventory balances.

* May 31, 2008 cost of sales is shown on a combined basis that includes the successor (\$814.7 million for the period July 12, 2007 through May 31, 2008) and predecessor (\$102.3 million for the period June 1, 2007 through July 11, 2007) companies.

BIOMET, INC.
Other Financial Information

GAAP Operating Cash Flow Reconciled to Free Cash Flow & Unlevered Free Cash Flow
(in millions, unaudited)

	Fiscal 2010	Fiscal 2009
	Six Months Ended November 30, 2009	Six Months Ended November 30, 2008
Cash From Operations	\$ 81.1	\$ 47.6
Capital expenditures	(106.0)	(92.9)
Free Cash Flow	\$ (24.9)	\$ (45.3)
Acquisitions, net of cash acquired	(9.0)	(2.2)
Proceeds from sale and maturities of investments	2.5	-
Capital contributions	-	1.9
Repurchase of common shares	(1.1)	(0.6)
Add back: cash paid for interest	257.1	277.1
Effect of exchange rates on cash	0.3	(7.8)
Unlevered Free Cash Flow	\$ 224.9	\$ 223.1
Cash Special Items:		
Distributor agreements	-	2.0
Litigation settlements and reserves and other legal fees	62.2	7.4
Operational restructuring	10.2	2.5
Consulting expenses related to operational improvement initiatives, and other related costs	6.9	9.0
Sponsor fee	5.2	4.7
Other	-	1.3
Total Cash Special Items	84.5	26.9
Unlevered Free Cash Flow, Excluding Special Items	\$ 309.4	\$ 250.0

BIOMET, INC.
Product Net Sales
Fiscal 2007
(Unaudited)

	<u>FY2007 Sales Growth As Reported</u>	<u>Currency Impact</u>	<u>FY2007 Net Sales Growth in Local Currencies</u>	<u>Impact of Instruments</u>	<u>FY2007 Net Sales Growth in Local Currencies Excluding Instruments</u>	<u>Impact of Dental</u>	<u>FY2007 Net Sales Growth in Local Currencies Excluding Dental</u>
Reconstructive	9%	-2%	7%	2%	9%	-1%	8%
Fixation	-11%	-1%	-12%	1%	-11%		-11%
Spine	-7%	-1%	-8%	0%	-8%		-8%
Other	0%	-1%	-1%	0%	-1%		-1%
Total	4%	-2%	2%	1%	3%	-1%	2%