

**PARKER HANNIFIN CORPORATION - JUNE 30, 2021**

Exhibit 99.1

**CONSOLIDATED STATEMENT OF INCOME**

(Unaudited) (Dollars in thousands, except per share amounts)	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2021	2020*	2021	2020*
<b>Net sales</b>	\$ 3,958,869	\$ 3,160,603	\$ 14,347,640	\$ 13,695,520
Cost of sales	2,832,281	2,365,531	10,449,680	10,292,291
Selling, general and administrative expenses	414,048	352,793	1,527,302	1,656,553
Interest expense	60,258	74,549	250,036	308,161
Other (income) expense, net	(4,269)	5,374	(126,335)	(68,339)
Income before income taxes	656,551	362,356	2,246,957	1,506,854
Income taxes	151,582	72,879	500,096	304,522
Net income	504,969	289,477	1,746,861	1,202,332
Less: Noncontrolling interests	176	(21)	761	362
<b>Net income attributable to common shareholders</b>	<b>\$ 504,793</b>	<b>\$ 289,498</b>	<b>\$ 1,746,100</b>	<b>\$ 1,201,970</b>

**Earnings per share attributable to common shareholders:**

Basic earnings per share	\$ 3.91	\$ 2.25	\$ 13.54	\$ 9.36
Diluted earnings per share	\$ 3.84	\$ 2.23	\$ 13.35	\$ 9.26
Average shares outstanding during period - Basic	129,192,426	128,523,334	128,999,879	128,418,495
Average shares outstanding during period - Diluted	131,554,199	129,993,001	130,834,478	129,805,034

**CASH DIVIDENDS PER COMMON SHARE**

(Unaudited) (Amounts in dollars)	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2021	2020	2021	2020
<b>Cash dividends per common share</b>	<b>\$ 1.03</b>	<b>\$ 0.88</b>	<b>\$ 3.67</b>	<b>\$ 3.52</b>

**RECONCILIATION OF EARNINGS PER DILUTED SHARE TO ADJUSTED EARNINGS PER DILUTED SHARE**

(Unaudited) (Amounts in dollars)	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2021	2020*	2021	2020*
<b>Earnings per diluted share</b>	<b>\$ 3.84</b>	<b>\$ 2.23</b>	<b>\$ 13.35</b>	<b>\$ 9.26</b>
Adjustments:				
Acquired intangible asset amortization expense	0.62	0.62	2.49	2.19
Business realignment charges	0.06	0.37	0.36	0.59
Lord costs to achieve	0.01	0.02	0.08	0.16
Exotic costs to achieve	—	—	—	0.01
Acquisition-related expenses	0.03	0.03	0.03	1.45
Gain on sale of land	—	—	(0.77)	—
Tax effect of adjustments <sup>1</sup>	(0.18)	(0.23)	(0.50)	(1.03)
Favorable tax settlement	—	(0.05)	—	(0.19)
<b>Adjusted earnings per diluted share</b>	<b>\$ 4.38</b>	<b>\$ 2.99</b>	<b>\$ 15.04</b>	<b>\$ 12.44</b>

\*Prior periods have been adjusted to reflect the change in inventory accounting method, as described in the attached press release.

<sup>1</sup>This line item reflects the aggregate tax effect of all non-tax adjustments reflected in the preceding line items of the table. We estimate the tax effect of each adjustment item by applying our overall effective tax rate for continuing operations to the pre-tax amount, unless the nature of the item and/or the tax jurisdiction in which the item has been recorded requires application of a specific tax rate or tax treatment, in which case the tax effect of such item is estimated by applying such specific tax rate or tax treatment.

**PARKER HANNIFIN CORPORATION - JUNE 30, 2021**  
**RECONCILIATION OF EBITDA TO ADJUSTED EBITDA**

Exhibit 99.1

(Unaudited) (Dollars in thousands)	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2021	2020*	2021	2020*
<b>Net sales</b>	<b>\$ 3,958,869</b>	<b>\$ 3,160,603</b>	<b>\$ 14,347,640</b>	<b>\$ 13,695,520</b>
Net income	\$ 504,969	\$ 289,477	\$ 1,746,861	\$ 1,202,332
Income taxes	151,582	72,879	500,096	304,522
Depreciation and amortization	146,582	146,582	595,390	537,531
Interest expense	60,258	74,549	250,036	308,161
<b>EBITDA</b>	<b>863,391</b>	<b>583,487</b>	<b>3,092,383</b>	<b>2,352,546</b>
Adjustments:				
Business realignment charges	7,792	47,601	47,862	75,614
Lord costs to achieve	1,727	2,166	11,222	20,669
Exotic costs to achieve	20	338	719	1,908
Acquisition-related expenses	3,549	4,437	3,549	188,518
Gain on sale of land	—	—	(100,893)	—
<b>Adjusted EBITDA</b>	<b>\$ 876,479</b>	<b>\$ 638,029</b>	<b>\$ 3,054,842</b>	<b>\$ 2,639,255</b>
<b>EBITDA margin</b>	<b>21.8 %</b>	<b>18.5 %</b>	<b>21.6 %</b>	<b>17.2 %</b>
<b>Adjusted EBITDA margin</b>	<b>22.1 %</b>	<b>20.2 %</b>	<b>21.3 %</b>	<b>19.3 %</b>

\*Prior periods have been adjusted to reflect the change in inventory accounting method, as described in the attached press release.

**PARKER HANNIFIN CORPORATION - JUNE 30, 2021**

Exhibit 99.1

**BUSINESS SEGMENT INFORMATION**

(Unaudited) (Dollars in thousands)	Three Months Ended June 30,		Twelve Months Ended June 30,	
	2021	2020*	2021	2020*
<b>Net sales</b>				
Diversified Industrial:				
North America	\$ 1,823,078	\$ 1,440,263	\$ 6,676,449	\$ 6,456,298
International	1,505,835	1,096,380	5,283,710	4,504,587
Aerospace Systems	629,956	623,960	2,387,481	2,734,635
<b>Total net sales</b>	<b>\$ 3,958,869</b>	<b>\$ 3,160,603</b>	<b>\$ 14,347,640</b>	<b>\$ 13,695,520</b>
<b>Segment operating income</b>				
Diversified Industrial:				
North America	\$ 360,378	\$ 219,785	\$ 1,247,419	\$ 985,944
International	306,513	175,420	988,054	674,763
Aerospace Systems	123,097	105,441	402,895	476,900
<b>Total segment operating income</b>	<b>789,988</b>	<b>500,646</b>	<b>2,638,368</b>	<b>2,137,607</b>
Corporate general and administrative expenses	54,883	37,999	178,427	170,903
Income before interest expense and other expense	735,105	462,647	2,459,941	1,966,704
Interest expense	60,258	74,549	250,036	308,161
Other expense (income)	18,296	25,742	(37,052)	151,689
<b>Income before income taxes</b>	<b>\$ 656,551</b>	<b>\$ 362,356</b>	<b>\$ 2,246,957</b>	<b>\$ 1,506,854</b>

\*Prior periods have been adjusted to reflect the change in inventory accounting method, as described in the attached press release.

**RECONCILIATION OF TOTAL SEGMENT OPERATING MARGIN TO ADJUSTED TOTAL SEGMENT OPERATING MARGIN**

(Unaudited) (Dollars in thousands)	Three Months Ended		Three Months Ended	
	June 30, 2021		June 30, 2020	
	Operating income	Operating margin	Operating income	Operating margin
<b>Total segment operating income</b>	\$ 789,988	20.0 %	\$ 500,646	15.8 %
Adjustments:				
Acquired intangible asset amortization expense	81,254		80,737	
Business realignment charges	7,347		46,619	
Lord costs to achieve	1,727		2,166	
Exotic costs to achieve	20		338	
<b>Adjusted total segment operating income</b>	<b>\$ 880,336</b>	<b>22.2 %</b>	<b>\$ 630,506</b>	<b>19.9 %</b>

  

	Twelve Months Ended		Twelve Months Ended	
	June 30, 2021		June 30, 2020	
	Operating income	Operating margin	Operating income	Operating margin
<b>Total segment operating income</b>	\$ 2,638,368	18.4 %	\$ 2,137,607	15.6 %
Adjustments:				
Acquired intangible asset amortization expense	325,447		284,632	
Business realignment charges	45,237		74,389	
Lord costs to achieve	11,222		20,669	
Exotic costs to achieve	719		1,908	
Acquisition-related expenses	—		69,304	
<b>Adjusted total segment operating income</b>	<b>\$ 3,020,993</b>	<b>21.1 %</b>	<b>\$ 2,588,509</b>	<b>18.9 %</b>

## CONSOLIDATED BALANCE SHEET

(Unaudited)

(Dollars in thousands)

	June 30, 2021	June 30, 2020*
<b>Assets</b>		
<b>Current assets:</b>		
Cash and cash equivalents	\$ 733,117	\$ 685,514
Marketable securities and other investments	39,116	70,805
Trade accounts receivable, net	2,183,594	1,854,398
Non-trade and notes receivable	326,315	244,870
Inventories	2,090,642	1,964,195
Prepaid expenses and other	243,966	214,986
<b>Total current assets</b>	<b>5,616,750</b>	<b>5,034,768</b>
Property, plant and equipment, net	2,266,476	2,292,735
Deferred income taxes	104,251	126,839
Investments and other assets	774,239	764,563
Intangible assets, net	3,519,797	3,798,913
Goodwill	8,059,687	7,869,935
<b>Total assets</b>	<b>\$ 20,341,200</b>	<b>\$ 19,887,753</b>
<b>Liabilities and equity</b>		
<b>Current liabilities:</b>		
Notes payable and long-term debt payable within one year	\$ 2,824	\$ 809,529
Accounts payable, trade	1,667,878	1,111,759
Accrued payrolls and other compensation	507,027	424,231
Accrued domestic and foreign taxes	236,384	195,314
Other accrued liabilities	682,390	607,540
<b>Total current liabilities</b>	<b>3,096,503</b>	<b>3,148,373</b>
Long-term debt	6,582,053	7,652,256
Pensions and other postretirement benefits	1,055,638	1,887,414
Deferred income taxes	553,981	418,851
Other liabilities	639,355	539,089
Shareholders' equity	8,398,307	6,227,224
Noncontrolling interests	15,363	14,546
<b>Total liabilities and equity</b>	<b>\$ 20,341,200</b>	<b>\$ 19,887,753</b>

\*Prior periods have been adjusted to reflect the change in inventory accounting method, as described in the attached press release.

## CONSOLIDATED STATEMENT OF CASH FLOWS

(Unaudited)

Twelve Months Ended June 30,

(Dollars in thousands)

	2021	2020*
<b>Cash flows from operating activities:</b>		
Net income	\$ 1,746,861	\$ 1,202,332
Depreciation and amortization	595,390	537,531
Share incentive plan compensation	121,483	111,375
Gain on property, plant and equipment	(109,332)	(1,850)
Gain on marketable securities	(11,570)	(587)
Gain on investments	(12,616)	(2,084)
Net change in receivables, inventories and trade payables	142,673	415,025
Net change in other assets and liabilities	150,136	(211,049)
Other, net	(48,024)	20,256
<b>Net cash provided by operating activities</b>	<b>2,575,001</b>	<b>2,070,949</b>
<b>Cash flows from investing activities:</b>		
Acquisitions (net of cash of \$82,192 in 2020)	—	(5,076,064)
Capital expenditures	(209,957)	(232,591)
Proceeds from sale of property, plant and equipment	140,590	26,345
Purchases of marketable securities and other investments	(34,809)	(194,742)
Maturities and sales of marketable securities and other investments	79,419	275,483
Other	24,744	177,576
<b>Net cash used in investing activities</b>	<b>(13)</b>	<b>(5,023,993)</b>
<b>Cash flows from financing activities:</b>		
Net payments for common stock activity	(214,134)	(213,426)
Acquisition of noncontrolling interests	—	(1,200)
Net (payments for) proceeds from debt	(1,934,031)	1,117,774
Dividends paid	(475,174)	(453,838)
<b>Net cash (used in) provided by financing activities</b>	<b>(2,623,339)</b>	<b>449,310</b>
Effect of exchange rate changes on cash	95,954	(30,519)
Net increase (decrease) in cash and cash equivalents	47,603	(2,534,253)
Cash and cash equivalents at beginning of year	685,514	3,219,767
<b>Cash and cash equivalents at end of period</b>	<b>\$ 733,117</b>	<b>\$ 685,514</b>

\*Prior periods have been adjusted to reflect the change in inventory accounting method, as described in the attached press release.

**RECONCILIATION OF FORECASTED EARNINGS PER DILUTED SHARE TO ADJUSTED FORECASTED EARNINGS PER DILUTED SHARE**

(Unaudited)

(Amounts in dollars)

	<b>Fiscal Year 2022</b>
<b>Forecasted earnings per diluted share</b>	<b>\$14.08 to \$14.88</b>
Adjustments:	
Business realignment charges	<b>0.27</b>
Costs to achieve	<b>0.05</b>
Acquisition-related intangible asset amortization expense	<b>2.43</b>
Tax effect of adjustments <sup>1</sup>	<b>(0.63)</b>
<b>Adjusted forecasted earnings per diluted share</b>	<b>\$16.20 to \$17.00</b>

<sup>1</sup>This line item reflects the aggregate tax effect of all non-tax adjustments reflected in the preceding line items of the table. We estimate the tax effect of each adjustment item by applying our overall effective tax rate for continuing operations to the pre-tax amount, unless the nature of the item and/or the tax jurisdiction in which the item has been recorded requires application of a specific tax rate or tax treatment, in which case the tax effect of such item is estimated by applying such specific tax rate or tax treatment.

**LIFO ACCOUNTING CHANGE**

(Unaudited)

During the fourth quarter of fiscal 2021, the company voluntarily changed its method of accounting for certain domestic inventory previously valued by the LIFO method to the FIFO method. The effects of the change in accounting principle from LIFO to FIFO have been retrospectively applied to all periods presented in the table below. The impact of this accounting change for fiscal 2021 caused a \$0.11 increase in earnings per share.

**Recast Results**

Dollars in thousands, except per share amounts	<b>Three Months Ended</b>			
	<b>September 30, 2020</b>	<b>December 31, 2020</b>	<b>March 31, 2021</b>	<b>June 30, 2021</b>
<b>Consolidated Statements of Income</b>				
Cost of sales	\$ 2,386,449	\$ 2,518,165	\$ 2,712,785	\$ 2,832,281
Income before income taxes	413,174	577,892	599,340	656,551
Income tax expense	93,063	129,350	126,101	151,582
Net income	320,111	448,542	473,239	504,969
Net income attributable to common shareholders	319,803	448,351	473,153	504,793
<b>Earnings per share attributable to common shareholders:</b>				
Basic	\$ 2.48	\$ 3.48	\$ 3.67	\$ 3.91
Diluted	\$ 2.45	\$ 3.42	\$ 3.60	\$ 3.84

Dollars in thousands, except per share amounts	<b>Three Months Ended</b>			
	<b>September 30, 2019</b>	<b>December 31, 2019</b>	<b>March 31, 2020</b>	<b>June 30, 2020</b>
<b>Consolidated Statements of Income</b>				
Cost of sales	\$ 2,480,992	\$ 2,686,131	\$ 2,759,637	\$ 2,365,531
Income before income taxes	431,905	251,380	461,213	362,356
Income tax expense	93,811	49,331	88,501	72,879
Net income	338,094	202,049	372,712	289,477
Net income attributable to common shareholders	337,951	201,925	372,596	289,498
<b>Earnings per share attributable to common shareholders:</b>				
Basic	\$ 2.63	\$ 1.57	\$ 2.90	\$ 2.25
Diluted	\$ 2.60	\$ 1.55	\$ 2.87	\$ 2.23