Reconciliation of Non-GAAP Measures
Chewy, Inc.
(Unaudited)

($ in thousands, except percentages)	13 Weeks Ended				39 Weeks Ended			
Consolidated Reconciliation of GAAP Net Income (Loss) to Adjusted Net Income (Loss) [1]	**October 30, 2022**	**October 31, 2021**	**$ Change**	**% Change**	**October 30, 2022**	**October 31, 2021**	**$ Change**	**% Change**
Net income (loss)	$ 2,311	$ (32,241)	$ 34,552	107.2 %	$ 43,128	$ (10,208)	$ 53,336	n/m
Add:								
Share-based compensation expense and related taxes, net of income tax [2]	46,090	19,116	26,974	141.1 %	113,023	69,477	43,546	62.7 %
Adjusted net income (loss)	$ 48,401	$ (13,125)	$ 61,526	n/m	$ 156,151	$ 59,269	$ 96,882	163.5 %
Net sales	$ 2,532,122	$ 2,212,161	$ 319,961	14.5 %	$ 7,391,460	$ 6,502,375	$ 889,085	13.7 %
Net margin	*0.1 %*	*(1.5)%*			0.6 %	(0.2)%		
Adjusted net margin	*1.9 %*	*(0.6)%*			2.1 %	0.9 %		

($ per share, except percentages)	13 Weeks Ended				39 Weeks Ended			
Consolidated Reconciliation of GAAP Earnings (Loss) Per Share to Adjusted Earnings (Loss) Per Share [1]	**October 30, 2022**	**October 31, 2021**	**$ Change**	**% Change**	**October 30, 2022**	**October 31, 2021**	**$ Change**	**% Change**
Earnings (loss) per share attributable to common Class A and Class B stockholders, basic and diluted	$ 0.01	$ (0.08)	$ 0.09	112.5 %	$ 0.10	$ (0.02)	$ 0.12	n/m
Add:								
Impact of share-based compensation expense and related taxes, net of income tax, basic and diluted [2]	$ 0.10	$ 0.05	$ 0.05	100.0 %	$ 0.27	$ 0.16	$ 0.11	68.8 %
Adjusted earnings (loss) per share attributable to common Class A and Class B stockholders, basic and diluted [3]	$ 0.11	$ (0.03)	$ 0.14	n/m	$ 0.37	$ 0.14	$ 0.23	164.3 %

n/m - not meaningful

[1] To provide investors with additional information regarding our financial results, we have disclosed consolidated adjusted net income (loss) and adjusted net margin, non-GAAP financial measures that we calculate as net income (loss) excluding share-based compensation expense and related taxes and adjusted net income (loss) divided by net sales, respectively. In addition, we have disclosed adjusted earnings (loss) per share, which we calculate as GAAP earnings (loss) per share excluding the impact of share-based compensation expense and related taxes. We have included adjusted net income (loss), adjusted net margin, and adjusted earnings (loss) per share as they are key measures used by our management and board of directors to evaluate our operating performance, generate future operating plans and make strategic decisions regarding the allocation of capital. Other companies may calculate consolidated adjusted net income (loss), adjusted net margin, and adjusted earnings (loss) per share differently, which reduces their usefulness as comparative measures. Because of these limitations, you should consider consolidated adjusted net income (loss), adjusted net margin, and adjusted earnings (loss) per share alongside other financial performance measures.

[2] The Company maintains a deferred tax valuation allowance; no income tax benefit associated with any period presented.

[3] Basic and diluted adjusted earnings (loss) per share are calculated by dividing adjusted net income (loss) attributable to common stockholders by the weighted-average shares outstanding during the period. For the thirty-nine weeks ended October 31, 2021, our calculation of adjusted diluted earnings per share attributable to common Class A and Class B stockholders includes the dilutive weighted-average effect of 10.5 million potential common shares from stock-based awards, resulting in 427.1 million adjusted weighted average common shares used in computing adjusted diluted earnings per share.