

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT
Pursuant To Section 13 OR 15(d) of The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): October 31, 2019

MINERALS TECHNOLOGIES INC.
(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction
of incorporation)

001-11430

(Commission File
Number)

25-1190717

(IRS Employer
Identification No.)

622 Third Avenue, New York, New York

(Address of principal executive offices)

10017-6707

(Zip Code)

(212) 878-1800

(Registrant's telephone number, including area code)

Title of each class

Common Stock, \$0.10 par value

Trading Symbol

MTX

Name of exchange on which registered

New York Stock Exchange LLC

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions.

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (17 CFR §230.405) or Rule 12b-2 of the Securities Exchange Act of 1934 (17 CFR §240.12b-2).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act. []

Item 2.02 Results of Operations and Financial Condition.

On October 31, 2019 Minerals Technologies Inc. issued a press release regarding its financial performance for the third quarter of 2019. A copy of the press release is attached hereto as Exhibit 99.1 and incorporated by reference herein.

The information in this Item 2.02 and Exhibit 99.1 shall not be deemed filed for the purposes of Section 18 of the Securities and Exchange Act of 1934, as amended, or incorporated by reference in any filing under the Securities Act of 1933, as amended, except as shall be expressly set forth by specific reference in such filing.

Item 9.01 Financial Statements and Exhibits.

- (d) Exhibits
99.1 [Press Release dated October 31, 2019](#)

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

MINERALS TECHNOLOGIES INC.
(Registrant)

By: /s/ Thomas J. Meek
Name: Thomas J. Meek
Title: Senior Vice President, General Counsel, Human
Resources, Secretary and Chief Compliance Officer

Date: October 31, 2019



News Release

Investor Contact:
Cindi Buckwalter, (212) 878-1831
Media Contact:
Michael Landau, (212) 878-1840

Minerals Technologies Reports Third Quarter 2019 Earnings of \$1.08 Per Share, or \$1.06 Per Share Excluding Special Items

Highlights:

- Sales of \$449 Million
- Strong Operating Cash Flow of \$60 Million
- Debt Repayment of \$32 Million; Share Repurchases of \$11 Million
- Restructuring Program On Track to Deliver \$12 Million of Annualized Savings
- Signed PCC Agreement with a European Papermaker to Support Premium Packaging Application

NEW YORK, October 31, 2019 — Minerals Technologies Inc. (NYSE: MTX) (“MTI” or “the Company”) today reported diluted earnings per share of \$1.06, excluding special items, for the third quarter ended September 29, 2019. Reported diluted earnings per share were \$1.08.

Worldwide net sales were \$449.3 million. Foreign exchange had an unfavorable impact on sales of 1 percentage point of growth. Operating income was \$53.5 million and represented 11.9 percent of sales. Operating income excluding special items was \$59.1 million and represented 13.2 percent of sales.

“We delivered a solid third quarter highlighted by strong execution on a number of fronts – cost control, productivity improvements and progress on our restructuring initiatives – despite continued weakness in some of the markets we serve,” said Douglas T. Dietrich, Chief Executive Officer. “We captured opportunities to improve efficiencies across our operations, adjusted our costs to the current market environment, and continued to drive strong operating cash flow.”

Mr. Dietrich continued, “We also executed on several strategic initiatives, highlighted by a new PCC agreement for a premium packaging application, volume growth in Asia through continued Paper PCC and Metalcasting penetration, and sales and margin improvement in Environmental Products and Pet Care.”

Segment Information

Performance Materials and Specialty Minerals

Sales in the Minerals businesses, which include the Performance Materials and Specialty Minerals segments, were \$350.4 million. Operating income for the Minerals businesses was \$48.6 million and represented 13.9 percent of sales.

Performance Materials segment sales decreased 6 percent to \$207.3 million.

Metalcasting sales decreased 11 percent primarily due to weaker demand in automotive, heavy truck and agricultural equipment in the U.S. and parts of Asia; however, Metalcasting sales increased in China and Thailand, reflecting continued market penetration. Household, Personal Care & Specialty Products declined 3 percent, as growth in our pet litter products globally was offset by lower sales in fabric care, personal care and specialty products. Environmental Products sales increased 3 percent driven by higher volumes of our geosynthetic clay liners and specialty liners, including our higher value RESISTEX® products. Building Materials sales decreased 5 percent primarily due to lower North American construction activity.

Operating income for the segment was \$26.9 million and represented 13.0 percent of sales. Operating income and margins were affected by the lower Metalcasting sales and overall product mix.

The Performance Materials segment provides a wide range of bentonite-based and synthetic materials for industrial and consumer markets and for non-residential construction, environmental remediation and infrastructure projects worldwide.

Specialty Minerals segment sales, which consist of the Precipitated Calcium Carbonate (PCC) and Processed Minerals product lines, decreased 2 percent to \$143.1 million.

Worldwide sales of PCC, which is used mainly in the manufacturing processes of the paper industry, decreased 2 percent to \$107.9 million largely due to previously announced customer paper machine shutdowns in North America, including the closure of a U.S.

paper mill in the first quarter of 2019. Paper PCC sales in Asia grew 11 percent, driven by the ramp up of a new satellite and capacity additions. Specialty PCC products increased 5 percent, primarily due to demand-driven expansions.

Processed Minerals sales decreased 3 percent to \$35.2 million, primarily due to lower sales into the automotive and construction markets. Processed Minerals products are used in the building materials, polymers, ceramics, consumer products, paints and coatings, glass and other manufacturing industries.

Segment operating income was \$21.7 million and represented 15.2 percent of sales. The decrease in operating income was driven by the paper mill shutdowns in North America and lower volumes in Europe, which was partially offset by higher pricing.

Refractories and Energy Services

Sales in the Service businesses, which include the Refractories and Energy Services segments, increased 1 percent to \$98.9 million. Operating income for the Service businesses was \$12.2 million and represented 12.3 percent of sales.

Refractories segment sales decreased 7 percent to \$73.4 million, primarily due to lower sales in Europe and North America. The Refractories segment operating income was \$10.2 million and represented 13.9 percent of sales. The Refractories segment provides products and services primarily to the worldwide steel industry.

Energy Services segment sales rose 33 percent to \$25.5 million, primarily driven by higher well testing and filtration activity in the Gulf of Mexico and increased equipment sales and filtration activity in the Asia Pacific region. Operating income increased to \$2.0 million and represented 7.8 percent of sales. Energy Services offers a range of patented technologies, products and services for off-shore filtration and well testing to the worldwide oil and gas industry.

Minerals Technologies will host a conference call tomorrow, November 1, 2019 at 11 a.m. Eastern Time. The conference call will be broadcast live on our website: www.mineralstech.com. To listen to the call, go to the website and click on "Investor Relations," then click on "Quarterly Results & Conference Calls." A presentation for the call will be available at the same location at approximately 10:30 a.m. Eastern Time on November 1, 2019.

FORWARD-LOOKING STATEMENTS

This press release may contain "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995, which describe or are based on current expectations. Actual results may differ materially from these expectations. In addition, any statements that are not historical fact (including statements containing the words "believes," "plans," "anticipates," "expects," "estimates," and similar expressions) should also be considered to be forward-looking statements. The Company undertakes no obligation to publicly update any forward-looking statement, whether as a result of new information, future events, or otherwise. Forward-looking statements in this document should be evaluated together with the many uncertainties that affect our businesses, particularly those mentioned in the risk factors and other cautionary statements in our 2018 Annual Report on Form 10-K and in our other reports filed with the Securities and Exchange Commission.

About Minerals Technologies Inc.

New York-based Minerals Technologies Inc. (MTI) is a resource- and technology-based growth company that develops, produces and markets worldwide a broad range of specialty mineral, mineral-based and synthetic mineral products and related systems and services. MTI serves the paper, foundry, steel, construction, environmental, energy, polymer and consumer products industries. The Company reported sales of \$1.808 billion in 2018. For further information, please visit our website at www.mineralstech.com. (MTI-E)

CONDENSED CONSOLIDATED STATEMENTS OF INCOME
MINERALS TECHNOLOGIES INC. AND SUBSIDIARY COMPANIES
(in millions, except per share data)
(unaudited)

	Quarter Ended			% Growth		Nine Months Ended		% Growth
	Sep. 29, 2019	Jun. 30, 2019	Sep. 30, 2018	Prior Qtr.	Prior Year	Sep. 29, 2019	Sep. 30, 2018	Prior Year
Net sales								
Product sales	\$ 423.8	\$ 438.0	\$ 444.9	(3)%	(5)%	\$ 1,279.2	\$ 1,302.1	(2)%
Service revenue	25.5	25.8	19.2	(1)%	33%	71.6	58.0	23%
Total net sales	449.3	463.8	464.1	(3)%	(3)%	1,350.8	1,360.1	(1)%
Cost of sales								
Cost of goods sold	320.5	334.0	332.1	(4)%	(3)%	968.5	972.4	(0)%
Cost of service revenue	17.6	17.8	12.8	(1)%	38%	49.4	39.1	26%
Total cost of sales	338.1	351.8	344.9	(4)%	(2)%	1,017.9	1,011.5	1%
Production margin	111.2	112.0	119.2	(1)%	(7)%	332.9	348.6	(5)%
Marketing and administrative expenses								
	46.9	48.4	45.4	(3)%	3%	138.2	135.1	2%
Research and development expenses								
	5.2	4.9	5.0	6%	4%	14.9	17.5	(15)%
Acquisition-related transaction and integration costs								
	0.0	0.0	0.3	*	*	0.0	1.7	*
Litigation expenses								
	5.6	0.0	0.0	*	*	5.6	0.0	*
Restructuring and other items, net								
	0.0	13.2	0.3	*	*	13.2	0.7	*
Income from operations	53.5	45.5	68.2	18%	(22)%	161.0	193.6	(17)%
Interest expense, net	(11.0)	(10.9)	(11.7)	1%	(6)%	(33.3)	(33.9)	(2)%
Non-cash pension settlement charge	0.0	0.0	(3.6)	*	*	0.0	(3.6)	*
Other non-operating income (deductions), net	(1.6)	(2.4)	(0.9)	(33)%	*	(5.4)	(0.5)	*
Total non-operating deductions, net	(12.6)	(13.3)	(16.2)	(5)%	(22)%	(38.7)	(38.0)	2%
Income before tax and equity in earnings	40.9	32.2	52.0	27%	(21)%	122.3	155.6	(21)%
Provision for taxes on income	2.6	5.1	9.7	(49)%	(73)%	17.0	29.3	(42)%
Equity in earnings of affiliates, net of tax	0.8	0.5	0.6	60%	33%	1.4	2.9	(52)%
Consolidated net income	39.1	27.6	42.9	42%	(9)%	106.7	129.2	(17)%
Less: Net income attributable to non-controlling interests	1.1	1.0	1.0	10%	10%	3.0	3.3	(9)%

Net Income attributable to Minerals Technologies Inc.	\$ 38.0	\$ 26.6	\$ 41.9	43%	(9)%	\$ 103.7	\$ 125.9	(18)%
---	---------	---------	---------	-----	------	----------	----------	-------

Weighted average number of common shares outstanding:

Basic	35.0	35.2	35.3			35.1	35.3
Diluted	35.1	35.3	35.6			35.2	35.6

Earnings per share attributable to Minerals Technologies Inc.:

Basic	\$ 1.09	\$ 0.76	\$ 1.19	43%	(8)%	\$ 2.95	\$ 3.57	(17)%
Diluted	\$ 1.08	\$ 0.75	\$ 1.18	44%	(8)%	\$ 2.95	\$ 3.54	(17)%

Cash dividends declared per common share

	\$ 0.05	\$ 0.05	\$ 0.05			\$ 0.15	\$ 0.15
--	---------	---------	---------	--	--	---------	---------

* Percentage not meaningful

MINERALS TECHNOLOGIES INC. AND SUBSIDIARY COMPANIES
NOTES TO CONDENSED CONSOLIDATED STATEMENTS OF INCOME

1) For comparative purposes, the quarterly periods ended September 29, 2019, June 30, 2019 and September 30, 2018 each consisted of 91 days, respectively. The nine month periods ended September 29, 2019 and September 30, 2018 consisted of 272 days and 273 days, respectively.

2) On a regular basis, the Company reviews its product line groupings to generate greater alignment within each product line. Accordingly, in the third quarter of 2019, the Company combined its Basic Minerals product line with its Household, Personal Care & Specialty Products product line, both within our Performance Materials segment. Presented below are the restated sales by product line for the Performance Materials segment for each of the quarters of 2018 and 2019 of this operating segment to conform to the current product line structure.

(millions of dollars)	Quarter Ended			Nine Months Ended
	Apr. 3, 2019	Jun 30, 2019	Sep. 29, 2019	Sep. 29, 2019
<u>Sales</u>				
Metalcasting	\$ 73.2	\$ 75.8	\$ 69.0	\$ 218.0
Household, Personal Care & Specialty Products	94.8	91.5	94.1	280.4
Environmental Products	15.9	29.0	27.1	72.0
Building Materials	15.3	19.1	17.1	51.5
Performance Materials Segment	\$ 199.2	\$ 215.4	\$ 207.3	\$ 621.9

(millions of dollars)	Quarter Ended				Full Year Ended
	Apr. 1, 2018	Jul. 1, 2018	Sep. 30, 2018	Dec. 31, 2018	Dec. 31, 2018
<u>Sales</u>					
Metalcasting	\$ 79.2	\$ 88.8	\$ 77.8	\$ 83.1	\$ 328.9
Household, Personal Care & Specialty Products	76.5	82.5	97.4	92.1	348.5
Environmental Products	12.7	25.2	26.3	16.1	80.3
Building Materials	18.9	18.0	18.0	15.5	70.4
Performance Materials Segment	\$ 187.3	\$ 214.5	\$ 219.5	\$ 206.8	\$ 828.1

3) In the second quarter of 2019, the Company initiated a restructuring and cost savings program to better align our costs and organizational structure with the current market environment. The Company recorded non-cash impairment of assets charges of \$7.5 million and restructuring and other charges of \$5.7 million relating to severance and other costs in the second quarter of 2019.

(millions of dollars)	Quarter Ended			Nine Months Ended	
	Sep. 29, 2019	Jun. 30, 2019	Sep. 30, 2018	Sep. 29, 2019	Sep. 30, 2018
<u>Impairment of assets</u>					
Performance Materials	\$ 0.0	\$ 4.2	\$ 0.0	\$ 4.2	\$ 0.0
Specialty Minerals	0.0	1.6	0.0	1.6	0.0
Energy Services	0.0	1.7	0.0	1.7	0.0
Total impairment of assets charge	\$ 0.0	\$ 7.5	\$ 0.0	\$ 7.5	\$ 0.0
<u>Restructuring and other items, net</u>					
Severance related costs	\$ 0.0	\$ 5.7	\$ 0.3	\$ 5.7	\$ 0.7
	0.0	5.7	0.3	5.7	0.7

Total restructuring and other items, net	\$ 0.0	\$ 13.2	\$ 0.3	\$ 13.2	\$ 0.7
--	--------	---------	--------	---------	--------

4) To supplement the Company's consolidated financial statements presented in accordance with GAAP, the following is a presentation of the Company's non-GAAP earnings per share, excluding special items, for the quarterly periods ended September 29, 2019, June 30, 2019 and September 30, 2018, and the nine month periods ended September 29, 2019 and September 30, 2018 and a reconciliation to reported earnings per share for such periods. The Company's management believes these non-GAAP measures provide meaningful supplemental information regarding its performance as inclusion of such special items are not indicative of the ongoing operating results and thereby affect the comparability of results between periods. The Company believes inclusion of these non-GAAP measures also provides consistency in its financial reporting and facilitates investors' understanding of historic operating trends.

(millions of dollars)	Quarter Ended			Nine Months Ended	
	Sep. 29, 2019	Jun. 30, 2019	Sep. 30, 2018	Sep. 29, 2019	Sep. 30, 2018
Income from continuing operations attributable to MTI	\$ 38.0	\$ 26.6	\$ 41.9	\$ 103.7	\$ 125.9
% of sales	8.5%	5.7%	9.0%	7.7%	9.3%
Special items:					
Acquisition-related transaction and integration costs	0.0	0.0	0.3	0.0	1.7
Litigation expenses	5.6	0.0	0.0	5.6	0.0
Write-off of receivables due to UK customer bankruptcy	0.0	2.5	0.0	2.5	0.0
Restructuring and other items, net	0.0	13.2	0.3	13.2	0.7
Non-cash inventory step-up charges	0.0	0.0	0.0	0.0	0.5
Non-cash pension settlement charge	0.0	0.0	3.6	0.0	3.6
Tax credit from statute expiration	(5.0)	0.0	0.0	(5.0)	0.0
Related tax effects on special items	(1.3)	(3.2)	(1.0)	(4.5)	(1.6)
Income from continuing operations attributable to MTI, excluding special items	\$ 37.3	\$ 39.1	\$ 45.1	\$ 115.5	\$ 130.8
% of sales	8.3%	8.4%	9.7%	8.6%	9.6%
Diluted earnings per share, excluding special items	\$ 1.06	\$ 1.11	\$ 1.27	\$ 3.28	\$ 3.67

In the third quarter of 2019, the Company recorded \$5.6 million related to ongoing litigation associated with the bankruptcy of Novinda Corp.

Included in marketing and administrative expenses in the second quarter of 2019 is a provision for bad debt of \$2.5 million related to a bankruptcy of a Refractories customer in the UK.

5) Free cash flow is defined as cash flow from continuing operations less capital expenditures. The following is a presentation of the Company's non-GAAP free cash flow for the quarterly periods ended September 29, 2019, June 30, 2019 and September 30, 2018 and the nine month periods ended September 29, 2019 and September 30, 2018 and a reconciliation to cash flow from operations for such periods. The Company's management believes this non-GAAP measure provides meaningful supplemental information as management uses this measure to evaluate the Company's ability to maintain capital assets, satisfy current and future obligations, repurchase stock, pay dividends and fund future business opportunities. Free cash flow is not a measure of cash available for discretionary expenditures since the Company has certain non-discretionary obligations such as debt service that are not deducted from the measure. The Company's definition of free cash flow may not be comparable to similarly titled measures reported by other companies.

(millions of dollars)	Quarter Ended			Nine Months Ended	
	Sep. 29, 2019	Jun. 30, 2019	Sep. 30, 2018	Sep. 29, 2019	Sep. 30, 2018
Cash flow from continuing operations	\$ 60.2	\$ 67.5	\$ 53.2	\$ 158.5	\$ 133.4
Capital expenditures	16.3	17.9	14.3	51.8	56.4
Free cash flow	<u>\$ 43.9</u>	<u>\$ 49.6</u>	<u>\$ 38.9</u>	<u>\$ 106.7</u>	<u>\$ 77.0</u>

6) The following table reflects the components of non-operating income and deductions:

(millions of dollars)	Quarter Ended			Nine Months Ended	
	Sep. 29, 2019	Jun. 30, 2019	Sep. 30, 2018	Sep. 29, 2019	Sep. 30, 2018
Interest income	\$ 0.5	\$ 0.6	\$ 0.5	\$ 1.7	\$ 1.5
Interest expense	(11.5)	(11.5)	(12.2)	(35.0)	(35.4)
Non-cash pension settlement charge	0.0	0.0	(3.6)	0.0	(3.6)
Foreign exchange gains (losses)	0.7	0.1	1.0	1.7	5.2
Other deductions	<u>(2.3)</u>	<u>(2.5)</u>	<u>(1.9)</u>	<u>(7.1)</u>	<u>(5.7)</u>
Non-operating deductions, net	<u>\$ (12.6)</u>	<u>\$ (13.3)</u>	<u>\$ (16.2)</u>	<u>\$ (38.7)</u>	<u>\$ (38.0)</u>

Included in non-operating deductions for the three-month and nine month periods ended September 30, 2018 are non-cash pension settlement costs of \$3.6 million, respectively, associated with some of our pension plans in the U.S.

7) The analyst conference call to discuss operating results for the third quarter is scheduled for Friday, November 1, 2019 at 11:00 am E.T. and will be broadcast over the Company's website (www.mineralstech.com). The broadcast will remain on the Company's website for no less than one year.

SUPPLEMENTARY DATA
MINERALS TECHNOLOGIES INC. AND SUBSIDIARY COMPANIES
(millions of dollars)
(unaudited)

SALES DATA	Quarter Ended						% Growth		Nine Months Ended				% Growth
	Sep. 29, 2019	% of Total Sales	Jun. 30, 2019	% of Total Sales	Sep. 30, 2018	% of Total Sales	Prior Qtr	Prior Year	Sep. 29, 2019	% of Total Sales	Sep. 30, 2018	% of Total Sales	Prior Year
United States	\$243.6	54%	\$253.3	55%	\$244.9	53%	(4)%	(1)%	\$ 728.6	54%	\$ 726.2	53%	0%
International	205.7	46%	210.5	45%	219.2	47%	(2)%	(6)%	622.2	46%	633.9	47%	(2)%
Net Sales	<u>\$449.3</u>	<u>100%</u>	<u>\$463.8</u>	<u>100%</u>	<u>\$464.1</u>	<u>100%</u>	<u>(3)%</u>	<u>(3)%</u>	<u>\$1,350.8</u>	<u>100%</u>	<u>\$1,360.1</u>	<u>100%</u>	<u>(1)%</u>
Metalcasting	\$ 69.0	15%	\$ 75.8	16%	\$ 77.8	17%	(9)%	(11)%	\$ 218.0	16%	\$ 245.8	18%	(11)%
Household, Personal Care & Specialty Products	94.1	21%	91.5	20%	97.4	21%	3%	(3)%	280.4	21%	256.4	19%	9%
Environmental Products	27.1	6%	29.0	6%	26.3	6%	(7)%	3%	72.0	5%	64.2	5%	12%
Building Materials	17.1	4%	19.1	4%	18.0	4%	(10)%	(5)%	51.5	4%	54.9	4%	(6)%
Performance Materials Segment	<u>\$207.3</u>	<u>46%</u>	<u>\$215.4</u>	<u>46%</u>	<u>\$219.5</u>	<u>47%</u>	<u>(4)%</u>	<u>(6)%</u>	<u>\$ 621.9</u>	<u>46%</u>	<u>\$ 621.3</u>	<u>46%</u>	<u>0%</u>
Paper PCC	\$ 90.2	20%	\$ 90.2	19%	\$ 93.1	20%	0%	(3)%	\$ 271.9	20%	\$ 284.6	21%	(4)%
Specialty PCC	17.7	4%	17.3	4%	16.9	4%	2%	5%	53.1	4%	51.2	4%	4%
PCC Products	<u>\$107.9</u>	<u>24%</u>	<u>\$107.5</u>	<u>23%</u>	<u>\$110.0</u>	<u>24%</u>	<u>0%</u>	<u>(2)%</u>	<u>\$ 325.0</u>	<u>24%</u>	<u>\$ 335.8</u>	<u>25%</u>	<u>(3)%</u>
Ground Calcium Carbonate	\$ 23.0	5%	\$ 24.8	5%	\$ 23.0	5%	(7)%	0%	\$ 70.1	5%	\$ 70.7	5%	(1)%
Talc	12.2	3%	12.8	3%	13.3	3%	(5)%	(8)%	37.5	3%	40.3	3%	(7)%
Processed Minerals Products	<u>\$ 35.2</u>	<u>8%</u>	<u>\$ 37.6</u>	<u>8%</u>	<u>\$ 36.3</u>	<u>8%</u>	<u>(6)%</u>	<u>(3)%</u>	<u>\$ 107.6</u>	<u>8%</u>	<u>\$ 111.0</u>	<u>8%</u>	<u>(3)%</u>
Specialty Minerals Segment	<u>\$143.1</u>	<u>32%</u>	<u>\$145.1</u>	<u>31%</u>	<u>\$146.3</u>	<u>32%</u>	<u>(1)%</u>	<u>(2)%</u>	<u>\$ 432.6</u>	<u>32%</u>	<u>\$ 446.8</u>	<u>33%</u>	<u>(3)%</u>
Total Minerals Businesses	<u>\$350.4</u>	<u>78%</u>	<u>\$360.5</u>	<u>78%</u>	<u>\$365.8</u>	<u>79%</u>	<u>(3)%</u>	<u>(4)%</u>	<u>\$1,054.5</u>	<u>78%</u>	<u>\$1,068.1</u>	<u>79%</u>	<u>(1)%</u>
Refractory Products	\$ 61.3	14%	\$ 61.0	13%	\$ 66.7	14%	0%	(8)%	\$ 184.3	14%	\$ 195.7	14%	(6)%
Metallurgical Products	12.1	3%	16.5	4%	12.4	3%	(27)%	(2)%	40.4	3%	38.3	3%	5%
Refractories Segment	<u>\$ 73.4</u>	<u>16%</u>	<u>\$ 77.5</u>	<u>17%</u>	<u>\$ 79.1</u>	<u>17%</u>	<u>(5)%</u>	<u>(7)%</u>	<u>\$ 224.7</u>	<u>17%</u>	<u>\$ 234.0</u>	<u>17%</u>	<u>(4)%</u>
Energy Services Segment	<u>\$ 25.5</u>	<u>6%</u>	<u>\$ 25.8</u>	<u>6%</u>	<u>\$ 19.2</u>	<u>4%</u>	<u>(1)%</u>	<u>33%</u>	<u>\$ 71.6</u>	<u>5%</u>	<u>\$ 58.0</u>	<u>4%</u>	<u>23%</u>
Total Service Businesses	<u>\$ 98.9</u>	<u>22%</u>	<u>\$103.3</u>	<u>22%</u>	<u>\$ 98.3</u>	<u>21%</u>	<u>(4)%</u>	<u>1%</u>	<u>\$ 296.3</u>	<u>22%</u>	<u>\$ 292.0</u>	<u>21%</u>	<u>1%</u>
Net Sales	<u>\$449.3</u>	<u>100%</u>	<u>\$463.8</u>	<u>100%</u>	<u>\$464.1</u>	<u>100%</u>	<u>(3)%</u>	<u>(3)%</u>	<u>\$1,350.8</u>	<u>100%</u>	<u>\$1,360.1</u>	<u>100%</u>	<u>(1)%</u>

SUPPLEMENTARY DATA
MINERALS TECHNOLOGIES INC. AND SUBSIDIARY COMPANIES
(millions of dollars)
(unaudited)

SEGMENT OPERATING INCOME DATA	Quarter Ended			% Growth		Nine Months Ended		% Growth
	Sep. 29, 2019	Jun. 30, 2019	Sep. 30, 2018	Prior Qtr	Prior Year	Sep. 29, 2019	Sep. 30, 2018	Prior Year
Performance								
Materials Segment	\$ 26.9	\$ 20.7	\$ 31.8	30%	(15)%	\$ 73.9	\$ 87.6	(16)%
% of Sales	13.0%	9.6%	14.5%			11.9%	14.1%	
Specialty Minerals								
Segment	\$ 21.7	\$ 20.0	\$ 25.0	9%	(13)%	\$ 63.7	\$ 74.2	(14)%
% of Sales	15.2%	13.8%	17.1%			14.7%	16.6%	
Total Minerals								
Businesses	\$ 48.6	\$ 40.7	\$ 56.8	19%	(14)%	\$ 137.6	\$ 161.8	(15)%
% of Sales	13.9%	11.3%	15.5%			13.0%	15.1%	
Refractories Segment	\$ 10.2	\$ 7.1	\$ 11.5	44%	(11)%	\$ 29.4	\$ 34.6	(15)%
% of Sales	13.9%	9.2%	14.5%			13.1%	14.8%	
Energy Services								
Segment	\$ 2.0	\$ 0.9	\$ 1.1	122%	82%	\$ 5.3	\$ 3.3	61%
% of Sales	7.8%	3.5%	5.7%			7.4%	5.7%	
Total Service								
Businesses	\$ 12.2	\$ 8.0	\$ 12.6	53%	(3)%	\$ 34.7	\$ 37.9	(8)%
% of Sales	12.3%	7.7%	12.8%			11.7%	13.0%	
Unallocated and Other Corporate Expenses								
Expenses	\$ (7.3)	\$ (3.2)	\$ (0.9)	(128)%	*	\$ (11.3)	\$ (4.4)	(157)%
Acquisition-related transaction costs								
Expenses	\$ 0.0	\$ 0.0	\$ (0.3)	*	*	\$ 0.0	\$ (1.7)	*
Consolidated								
	\$ 53.5	\$ 45.5	\$ 68.2	18%	(22)%	\$ 161.0	\$ 193.6	(17)%
% of Sales	11.9%	9.8%	14.7%			11.9%	14.2%	
SPECIAL ITEMS								
Performance								
Materials Segment	\$ 0.0	\$ 7.0	\$ 0.0	*	*	\$ 7.0	\$ 0.5	*
Specialty Minerals								
Segment	\$ 0.0	\$ 2.5	\$ 0.0	*	*	\$ 2.5	\$ 0.0	*
Total Minerals								
Businesses	\$ 0.0	\$ 9.5	\$ 0.0	*	*	\$ 9.5	\$ 0.5	*
Refractories Segment	\$ 0.0	\$ 3.3	\$ 0.0	*	*	\$ 3.3	\$ 0.0	*
Energy Services								
Segment	\$ 0.0	\$ 1.8	\$ 0.3	*	*	\$ 1.8	\$ 0.7	*
Total Service								
Businesses	\$ 0.0	\$ 5.1	\$ 0.3	*	*	\$ 5.1	\$ 0.7	*
Unallocated and Other Corporate Expenses								
Expenses	\$ 5.6	\$ 1.1	\$ 0.0	*	*	\$ 6.7	\$ 0.0	*
Acquisition-related transaction costs								
Expenses	\$ 0.0	\$ 0.0	\$ 0.3	*	*	\$ 0.0	\$ 1.7	*
Consolidated								
	\$ 5.6	\$ 15.7	\$ 0.6	*	*	\$ 21.3	\$ 2.9	*

To supplement the Company's consolidated financial statements presented in accordance with GAAP, the following is a presentation of the Company's non-GAAP operating income, excluding special items (acquisition-related transaction costs set forth in the above table), for the quarterly periods ended September 29, 2019, June 30, 2019 and September 30, 2018, and the nine month periods ended September 29, 2019 and September 30, 2018 constituting a reconciliation to GAAP operating income set forth above. The Company's management believe these non-GAAP measures provide meaningful supplemental information regarding its performance as inclusion of such special items are not indicative of ongoing operating results and thereby affect the comparability of results between periods. The Company believes inclusion of these non-GAAP measures also provides consistency in its financial reporting and facilitates investors' understanding of historic operating trends.

SEGMENT OPERATING INCOME, EXCLUDING SPECIAL ITEMS	Quarter Ended			% Growth		Nine Months Ended		% Growth
	Sep. 29, 2019	Jun. 30, 2019	Sep. 30, 2018	Prior Qtr	Prior Year	Sep. 29, 2019	Sep. 30, 2018	Prior Year
Performance								
Materials Segment	\$ 26.9	\$ 27.7	\$ 31.8	(3)%	(15)%	\$ 80.9	\$ 88.1	(8)%
% of Sales	13.0%	12.9%	14.5%			13.0%	14.2%	
Specialty Minerals								
Segment	\$ 21.7	\$ 22.5	\$ 25.0	(4)%	(13)%	\$ 66.2	\$ 74.2	(11)%
% of Sales	15.2%	15.5%	17.1%			15.3%	16.6%	
Total Minerals								
Businesses	\$ 48.6	\$ 50.2	\$ 56.8	(3)%	(14)%	\$ 147.1	\$ 162.3	(9)%
% of Sales	13.9%	13.9%	15.5%			13.9%	15.2%	
Refractories Segment								
Segment	\$ 10.2	\$ 10.4	\$ 11.5	(2)%	(11)%	\$ 32.7	\$ 34.6	(5)%
% of Sales	13.9%	13.4%	14.5%			14.6%	14.8%	
Energy Services								
Segment	\$ 2.0	\$ 2.7	\$ 1.4	(26)%	43%	\$ 7.1	\$ 4.0	78%
% of Sales	7.8%	10.5%	7.3%			9.9%	6.9%	
Total Service								
Businesses	\$ 12.2	\$ 13.1	\$ 12.9	(7)%	(5)%	\$ 39.8	\$ 38.6	3%
% of Sales	12.3%	12.7%	13.1%			13.4%	13.2%	
Unallocated and Other Corporate Expenses								
Expenses	\$ (1.7)	\$ (2.1)	\$ (0.9)	(19)%	(89)%	\$ (4.6)	\$ (4.4)	(5)%
Consolidated								
Consolidated	\$ 59.1	\$ 61.2	\$ 68.8	(3)%	(14)%	\$ 182.3	\$ 196.5	(7)%
% of Sales	13.2%	13.2%	14.8%			13.5%	14.4%	

* Percentage not meaningful

MINERALS TECHNOLOGIES INC. AND SUBSIDIARY COMPANIES
CONDENSED CONSOLIDATED BALANCE SHEETS

ASSETS

(In Millions of Dollars)

	Sep. 29,	December
	2019*	31,
	<u>2019*</u>	<u>2018**</u>
Current assets:		
Cash & cash equivalents	\$ 213.0	\$ 208.8
Short-term investments	1.5	3.8
Accounts receivable, net	403.8	387.3
Inventories	256.9	239.2
Prepaid expenses and other current assets	44.9	37.2
Total current assets	<u>920.1</u>	<u>876.3</u>
Property, plant and equipment	2,241.7	2,256.0
Less accumulated depreciation	1,182.8	1,153.1
Net property, plant & equipment	<u>1,058.9</u>	<u>1,102.9</u>
Goodwill	806.8	812.4
Intangible assets	204.8	214.1
Other assets and deferred charges	135.3	81.4
Total assets	<u>\$ 3,125.9</u>	<u>\$ 3,087.1</u>

LIABILITIES AND SHAREHOLDERS' EQUITY

Current liabilities:		
Short-term debt	\$ 103.0	\$ 105.2
Current maturities of long-term debt	1.8	3.3
Accounts payable	176.0	169.1
Other current liabilities	129.1	104.3
Total current liabilities	<u>409.9</u>	<u>381.9</u>
Long-term debt	844.7	907.8
Deferred income taxes	194.3	196.8
Other non-current liabilities	243.4	215.3
Total liabilities	<u>1,692.3</u>	<u>1,701.8</u>
Total MTI shareholders' equity	1,402.7	1,353.5
Non-controlling Interests	30.9	31.8
Total shareholders' equity	<u>1,433.6</u>	<u>1,385.3</u>
Total liabilities and shareholders' equity	<u>\$ 3,125.9</u>	<u>\$ 3,087.1</u>

*Unaudited

**Condensed from audited financial statements.