

Full Year 2021 Moody's Corporation Guidance as of August 5, 2021

MOODY'S CORPORATION	Current guidance⁽²⁾	Last publicly disclosed guidance
Revenue	increase in the low-double-digit percent range	NC
Operating expenses	approximately 10%	increase in the mid-single-digit percent range
Operating margin	45% - 46%	approximately 47%
Adjusted Operating Margin ⁽¹⁾	approximately 50%	approximately 51%
Interest expense, net	\$160 - \$180 million	NC
Effective tax rate	20% - 22%	NC
Diluted EPS	\$10.90 to \$11.20	\$10.95 to \$11.25
Adjusted Diluted EPS ⁽¹⁾	\$11.55 to \$11.85	NC
Operating cash flow	\$2.3 to \$2.4 billion	NC
Free Cash Flow ⁽¹⁾	\$2.2 to \$2.3 billion	NC
Share repurchases	approximately \$750 million (subject to available cash, market conditions and other ongoing capital allocation decisions)	approximately \$1.5 billion (subject to available cash, market conditions and other ongoing capital allocation decisions)
Moody's Investors Service (MIS)	Current guidance	Last publicly disclosed guidance
MIS global revenue	increase in the high-single-digit percent range	NC
MIS Adjusted Operating Margin ⁽¹⁾	approximately 61%	NC
Moody's Analytics (MA)	Current guidance	Last publicly disclosed guidance
MA global revenue	increase in the mid-teens-digit percent range	increase in the low-double-digit percent range
MA Adjusted Operating Margin ⁽¹⁾	approximately 29%	30% to 31%
NC - There is no difference between the Company's current guidance and the last publicly disclosed guidance for this item.		

Note: All current guidance as of August 5, 2021. All last publicly disclosed guidance is as of July 28, 2021.

(1) These metrics are adjusted measures. See below for reconciliation of these measures to their comparable U.S. GAAP measure.

(2) Includes assumptions related to RMS's conformity to Moody's accounting policies, as well as the estimated impact of acquisition accounting adjustments.

	Projected for the Year Ended December 31, 2021
Operating margin guidance	45% to 46%
Depreciation and amortization	Approximately 4.5%
Restructuring	Negligible
Adjusted Operating Margin guidance	Approximately 50%

	Projected for the Year Ended December 31, 2021
Operating cash flow guidance	\$2.3 to \$2.4 billion
Less: Capital expenditures	Approximately \$100 million
Free Cash Flow guidance	\$2.2 to \$2.3 billion

	Projected for the Year Ended December 31, 2021
Diluted EPS guidance	\$10.90 to \$11.20
Acquisition-Related Intangible Amortization	Approximately \$0.65
Restructuring	Negligible
Adjusted Diluted EPS guidance	\$11.55 to \$11.85