



Wright Medical Group, Inc.
Reconciliation of Income from Operations to Income from Operations, As Adjusted
(dollars in thousands – unaudited)

	<u>Three Months Ended</u>		<u>Six Months Ended</u>	
	<u>June 30, 2003</u>	<u>June 30, 2002</u>	<u>June 30, 2003</u>	<u>June 30, 2002</u>
Income from Operations, as reported	\$ 7,552	\$ 6,262	\$ 11,023	\$ 16,601
Add: Acquired in-process research and development costs	-	-	4,558	-
Less: Arbitration settlement award	-	-	-	(4,200)
Less: Royalty resolution	-	(800)	-	(800)
Income from Operations, as adjusted	<u>\$ 7,552</u>	<u>\$ 5,462</u>	<u>\$ 15,581</u>	<u>\$ 11,601</u>

Wright Medical Group, Inc.
Reconciliation of Net Income to Net Income, As Adjusted
(dollars in thousands – unaudited)

	<u>Three Months Ended</u>		<u>Six Months Ended</u>	
	<u>June 30, 2003</u>	<u>June 30, 2002</u>	<u>June 30, 2003</u>	<u>June 30, 2002</u>
Net income, as reported:	\$ 4,998	\$ 5,244	\$ 6,999	\$ 12,163
Add: Acquired in-process research and development costs, net of tax	-	-	2,819	-
Less: Arbitration settlement award, net of tax	-	-	-	(2,604)
Less: Royalty resolution, net of tax	-	(593)	-	(593)
Net income, as adjusted:	<u>\$ 4,998</u>	<u>\$ 4,651</u>	<u>\$ 9,818</u>	<u>\$ 8,966</u>
Net income, as adjusted, per common share--basic	<u>\$.15</u>	<u>\$.14</u>	<u>\$.30</u>	<u>\$.29</u>
Net income, as adjusted, per common share--diluted	<u>\$.15</u>	<u>\$.13</u>	<u>\$.29</u>	<u>\$.27</u>
Weighted-average number of common shares outstanding--basic	<u>32,772</u>	<u>32,447</u>	<u>32,744</u>	<u>31,163</u>
Weighted-average number of common shares outstanding--diluted	<u>34,237</u>	<u>34,839</u>	<u>34,085</u>	<u>33,542</u>

Wright Medical Group, Inc.
Reconciliation of Net Income to Cash Earnings and Cash Earnings, As Adjusted
(dollars in thousands – unaudited)

	Three Months Ended		Six Months Ended	
	June 30, 2003	June 30, 2002	June 30, 2003	June 30, 2002
Net income, as reported:	\$ 4,998	\$ 5,244	\$ 6,999	\$ 12,163
Add: Stock-based expense	420	457	829	897
Add: Amortization of intangible assets	923	921	1,727	1,774
Cash earnings	\$ 6,341	\$ 6,622	\$ 9,555	\$ 14,834
Add: Acquired in-process research and development costs, net of tax	-	-	2,819	-
Less: Arbitration settlement award, net of tax	-	-	-	(2,604)
Less: Royalty resolution, net of tax	-	(593)	-	(593)
Cash earnings, as adjusted	\$ 6,341	\$ 6,029	\$ 12,374	\$ 11,637