

EDWARDS LIFESCIENCES CORPORATION

Impact of Transcatheter Heart Valve (THV) Sales Return Reserve

(\$ in millions)

	Q3 2014 GAAP Sales	Non-GAAP Adjustments		Q3 2014 Non-GAAP Sales
		Sales Return Reserve Usage	New Sales Return Reserve, Net	
United States	\$ 296.3	\$ (38.9)	\$ 21.5	\$ 278.9
Europe	176.9	(1.1)	0.1	175.9
Rest of World	134.2	-	-	134.2
Total Sales	\$ 607.4	\$ (40.0)	\$ 21.6	\$ 589.0
THV United States	\$ 143.3	\$ (38.9)	\$ 21.5	\$ 125.9

	Q3 YTD 2014 GAAP Sales	Non-GAAP Adjustments		Q3 YTD 2014 Non-GAAP Sales
		Sales Return Reserve Usage	New Sales Return Reserve, Net	
United States	\$ 760.7	\$ (43.1)	\$ 38.7	\$ 756.3
Europe	551.0	(7.3)	1.4	545.1
Rest of World	393.2	-	-	393.2
Total Sales	\$ 1,704.9	\$ (50.4)	\$ 40.1	\$ 1,694.6
THV United States	\$ 300.1	\$ (43.1)	\$ 38.7	\$ 295.7

Cumulative Sales Return Reserve

Q4 2013 Initial Sales Return Reserve	\$ 14.1
Plus: Q1 2014 Additional Reserve, Net	6.1
Plus: Q2 2014 Additional Reserve, Net	2.0
Less: Q3 2014 Reserve Reversal, Net	(18.4)
Total Sales Return Reserve as of September 30, 2014	\$ 3.8