

Keurig DrPepper

Q3 2026 Results

November 3, 2026

KDP

Forward looking statements

Certain statements in this Presentation (this "Presentation") of Keurig Dr Pepper Inc. (the "Company" or "KDP"), including statements relating to the Company's acquisition (the "Acquisition") of JDE Peet's, N.V. ("JDE Peet's"), the combined business, the contemplated separation of the beverage and coffee portfolios (the "Separation"), future financial targets and results, anticipated leverage ratios, credit ratings and weighted average cost of capital and expected cost savings and synergies, may be considered "forward-looking statements" within the meaning of applicable securities laws and regulations. Forward-looking statements include those preceded by, followed by or that include the words "anticipate," "expect," "believe," "could," "continue," "ongoing," "forecast," "estimate," "intend," "may," "plan," "potential," "project," "should," "target," "will," "would" and similar words or phrases. These forward-looking statements speak only as of the date of this Presentation. These statements are based on the current expectations of our management and are not predictions of actual performance.

Although the Company believes that the assumptions upon which its forward-looking statements are based are reasonable, it can give no assurance that these forward-looking statements will prove to be correct. Forward-looking statements are subject to a number of risks and uncertainties, including the factors disclosed in our Annual Report on Form 10-K and subsequent filings with the Securities and Exchange Commission (the "SEC"). Our actual financial performance could differ materially from the projections in the forward-looking statements due to a variety of factors, including, but not limited to, (i) the inherent uncertainty of estimates, forecasts and projections, (ii) global economic uncertainty or economic downturns, (iii) tariffs or the imposition of new tariffs, trade wars, barriers or restrictions, sanctions, geopolitical disturbances and conflicts, or threats of such actions and related uncertainty, (iv) the risk that our financial performance may be better or worse than anticipated, (v) risks related to the completion of the Separation in the anticipated timeframe or at all, (vi) our incurrence of significant debt or our entry into other funding alternatives, in each case, in connection with the Acquisition, which may result in dilution to our stockholders or introduce complexity to our capital structure, (vii) additional risks associated with the Acquisition and those geographies, countries and associated governments where JDE Peet's currently operates, (viii) our ability to successfully integrate JDE Peet's into our business, or that such integration may be more difficult, time-consuming or costly than expected, (ix) constraints on management's attention to operating and growing our business during the execution of the integration of JDE Peet's and the Separation, (x) the potential downgrade of our credit ratings as a result of debt incurred and/or assumed in connection with the Acquisition and the Separation, (xi) the possibility of negative impacts on business relationships in connection with the Acquisition and the Separation, (xii) the risk that the Separation incurs significant additional costs, (xiii) the risk of potential litigation and regulatory actions, (xiv) the ability to achieve the anticipated strategic and financial benefits from the Separation, (xv) risks related to negative effects of the Acquisition and the Separation on our share price and (xvi) the other risks and uncertainties discussed in the Company's press releases and public filings. These risks and uncertainties, as well as others, are more fully discussed in the Company's filings with the SEC, including our Annual Report on Form 10-K filed with the SEC on February 24, 2026. While the lists of risk factors presented here and in our public filings are considered representative, no such list should be considered to be a complete statement of all potential risks and uncertainties.

Any forward-looking statement made herein speaks only as of the date of this Presentation. The Company expressly disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statements contained herein to reflect any change in the expectations with regard thereto or any change in events, conditions or circumstances on which any such statement is based, unless required by law.

Non-GAAP Metrics

This Presentation includes adjusted operating income, adjusted operating margin, adjusted EPS, free cash flow, adjusted net sales, management leverage ratio and other non-GAAP measures, which differ from results using U.S. Generally Accepted Accounting Principles ("GAAP"). These non-GAAP financial measures should be considered as supplements to the GAAP reported measures, should not be considered replacements for, or superior to, the GAAP measures and may not be directly comparable to similar measures used by other companies in the Company's industry, as other companies may define such measures differently. Non-GAAP financial measures typically exclude certain charges, including one-time costs that are not expected to occur routinely in future periods. The Company uses non-GAAP financial measures internally to focus management on performance excluding these special charges to gauge our business operating performance. While the Company believes these non-GAAP measures provide shareholders with additional insight into operating performance, the non-GAAP measures presented herein are not measurements of financial performance under GAAP, and should not be considered as alternatives to, and should only be considered together with, the Company's or JDE Peet's, as applicable, financial results in accordance with GAAP and the IFRS Accounting Standards, as issued by the International Accounting Standards Board (the "IFRS Accounting Standards"), as applicable. Further, the non-GAAP financial measures relating to the Company and JDE Peet's may not be directly comparable as the Company's financial information is prepared under GAAP and JDE Peet's financial information is prepared under the IFRS Accounting Standards. Management believes that non-GAAP financial measures are frequently used by analysts and investors in their evaluation of companies, and their continued inclusion provides consistency in financial reporting and enables analysts and investors to perform meaningful comparisons of past, present and future operating results. The non-GAAP information presented is unaudited and provided for illustrative purposes only, and audited results could differ materially. The Company does not provide reconciliations of forward-looking non-GAAP measures to GAAP measures, due to the inability to predict the amount and timing of impacts outside of the Company's control on certain items, such as non-cash gains or losses resulting from mark-to-market adjustments of derivative instruments, among others, which could be material. See Appendix for additional information regarding non-GAAP financial measures.

Industry & Market Data

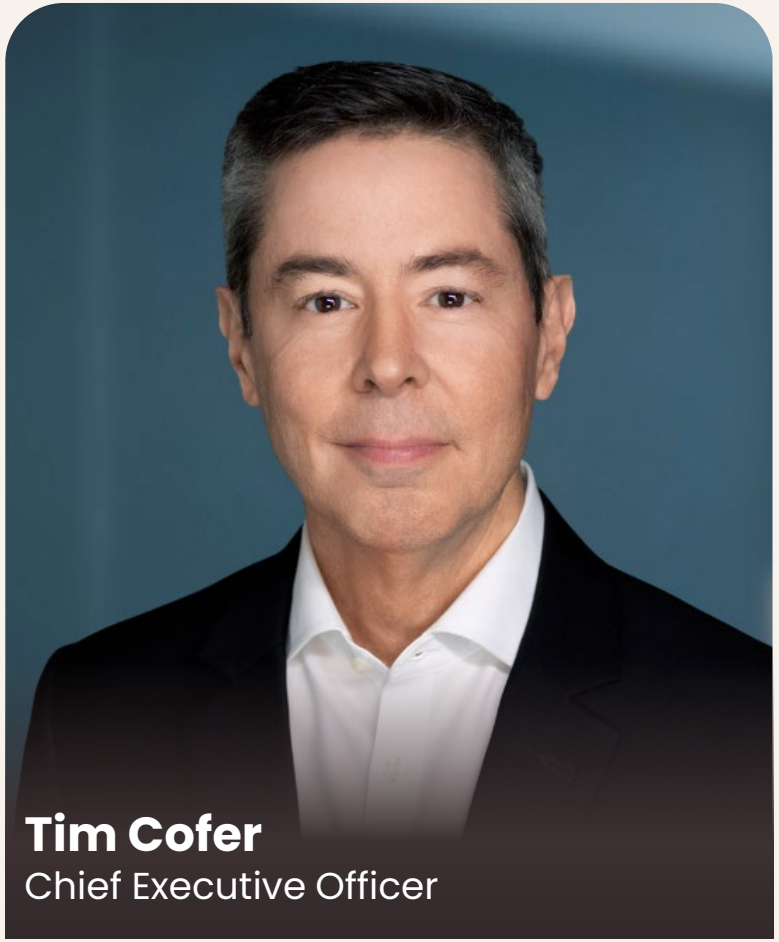
This Presentation also contains estimates and information concerning our industry, including market position, market size, and growth rates of the markets in which the Company participates, that are based on industry publications and reports. This information involves a number of assumptions and limitations, and you are cautioned not to give undue weight to these estimates. The Company has not independently verified the accuracy or completeness of the data contained in these industry publications and reports. The industry in which the Company operates is subject to a high degree of uncertainty and risk due to a variety of factors. These and other factors could cause results to differ materially from those expressed in these publications and reports.

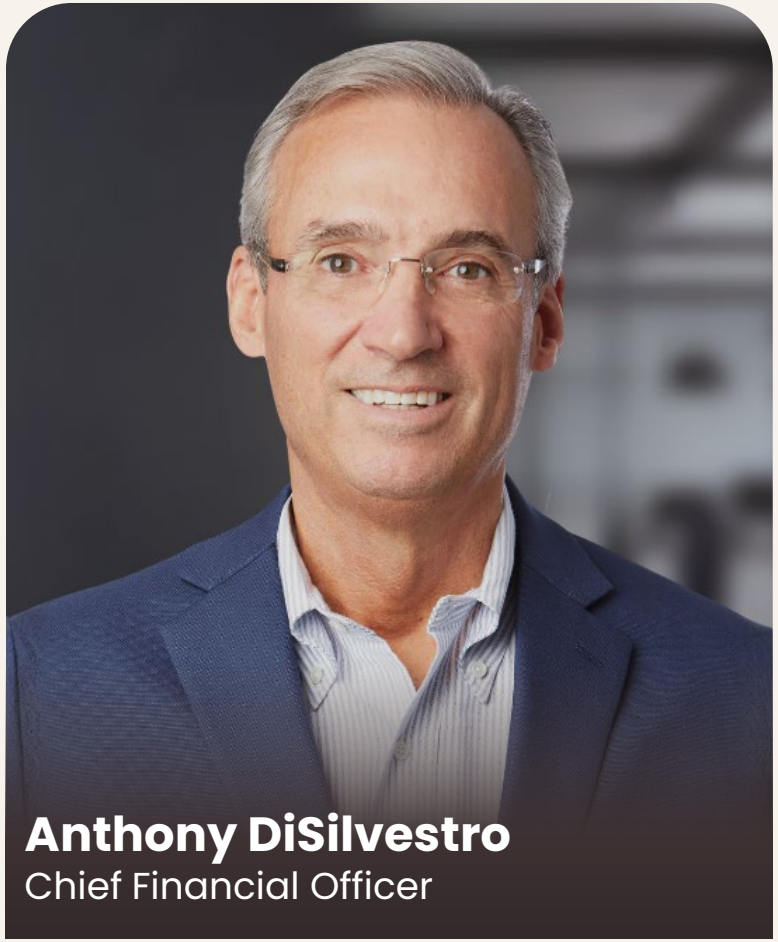
Agenda

1. Business Update
2. Global Coffee Co. CEO Introduction
3. Results & Outlook
4. Q&A



Conference call participants





Business Update

Tim Cofer
Chief Executive Officer

Delivered strong Q3 results



Healthy net sales and Adjusted EPS growth



On track to deliver 2026 commitments



Investing to support future companies

Welcoming Russ Torres

CEO, Coffee Operating Unit
Future CEO, Global Coffee Co.



Q3 2026 highlights

- **Consolidated net sales growth of 70%,** including the contribution from JDE Peet's
- **Legacy KDP net sales growth of 8.6%,** led by volume/mix, along with positive net price
- **Adjusted diluted EPS growth of 22%,** driven by acquisition accretion, pricing discipline, cost savings, and tariff refunds



All financial metrics presented on an adjusted, constant currency basis.
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

U.S. Refreshment Beverages

Q3 Segment Highlights

+DD% net sales and
+HSD% adjusted operating income growth

Healthy CSD trends, led by Dr Pepper and Canada Dry

Energy milestones in Q3: 10% market share & GHOST surpassing $1B retail sales



All financial metrics presented on an adjusted, constant currency basis.
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

U.S. Coffee

Q3 Segment Highlights

Net sales returned to growth, increasing +LSD%, led by volume/mix, with brewers growing +DD%

Q3 adjusted operating income increased +DD%, aided by tariff refunds

Underlying profitability improved vs. H1, though more modestly than planned



All financial metrics presented on an adjusted, constant currency basis.
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

JDE Peet's

Q3 Segment Highlights

Net sales performance reflected lapping year-ago pricing actions and the current year pass-through of lower costs

Marketplace trends improved, driven by the resolution of retailer negotiations and solid execution

Healthy profitability, reflecting pricing discipline and agile execution



All financial metrics presented on an adjusted, constant currency basis.

KDP International

Q3 Segment Highlights

+HSD% net sales growth, with positive net price and volume/mix contributions

Mexico net sales increased +DD%, with Peñafiel a standout

Canada growth led by energy drinks and ready-to-drink teas



All financial metrics presented on an adjusted, constant currency basis.

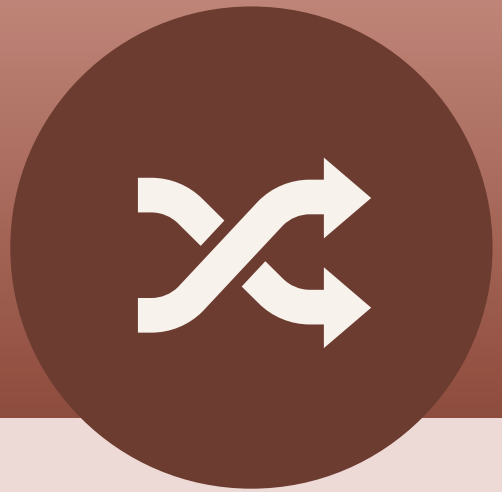
Third quarter demonstrated good progress



Delivered on our plans



Invested to strengthen future businesses



Advanced key separation milestones

Global Coffee Co. CEO Introduction

Russ Torres
CEO, Coffee Operating Unit
Future CEO, Global Coffee Co.

Results & Outlook

Anthony DiSilvestro
Chief Financial Officer

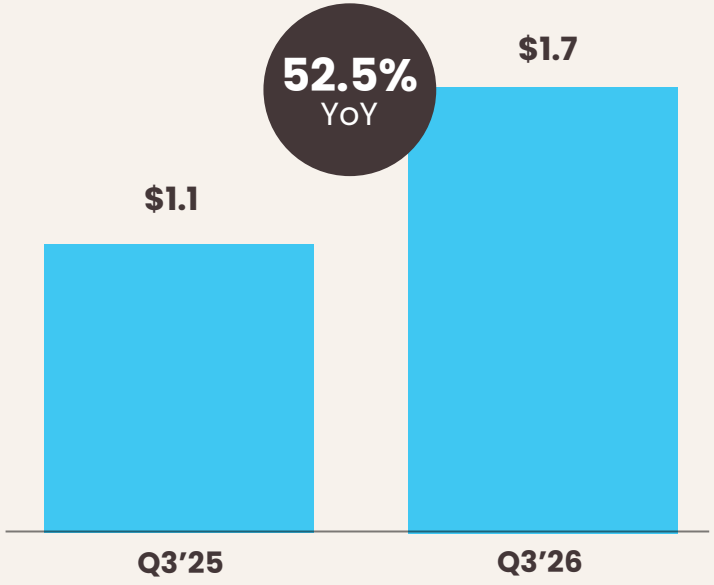
Q3 2026 consolidated results

Constant currency

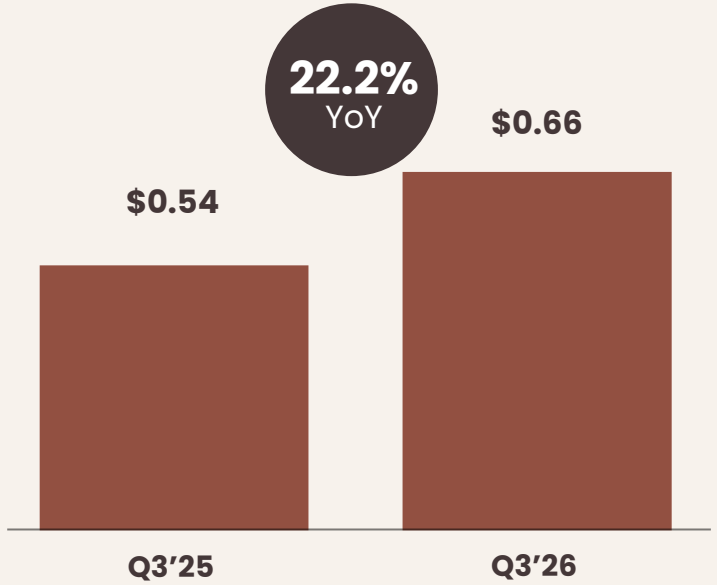
NET SALES ($B)



ADJ. OPERATING INCOME ($B)



ADJUSTED EPS ($ PER SHARE)



Financial metrics presented on an adjusted basis. Growth rates presented on an adjusted basis and in constant currency. See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics. Including the impact of currency, net sales grew 70.6%, adjusted operating income grew 53.1%, and adjusted EPS grew 22.2%.

U.S. Refreshment Beverages

	Q3 2026	Change
Net Sales	**$3.0B**	**10.9%**
Adjusted Operating Income	**$884M**	**8.3%**
Adjusted Operating Margin	**29.1%**	**(0.7pts)**

- Net sales increased 10.9%, with volume/mix adding 7.2% and net price realization contributing 3.7%
- Sales growth led by energy, CSDs, sports hydration, and waters
- Operating income growth driven by net sales gains and productivity, partially offset by inflation and higher SG&A, including increased marketing



All financial metrics presented on an adjusted, constant currency basis.
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

U.S. Coffee

	Q3 2026	Change
Net Sales	**$1.0B**	**2.7%**
Adjusted Operating Income	**$353M**	**11.4%**
Adjusted Operating Margin	**34.7%**	**2.7pts**

- Net sales increased 2.7%, with volume/mix adding 6.9%, partially offset by a net price decline of (4.2%)
- Volume/mix growth driven by brewer and pod shipment growth, as well as the mix benefit from Peet's K-Cup pods
- Operating income growth driven by tariff refunds, favorable volume/mix, and cost savings, partially offset by lower net price realization, inflationary pressures, and higher marketing



All financial metrics presented on an adjusted, constant currency basis.
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

JDE Peet's

	Q3 2026	Change
Net Sales	**$2.6B**	-
Adjusted Operating Income	**$480M**	-
Adjusted Operating Margin	**18.1%**	-

- Net sales of $2.6B and adjusted operating income of $480M
- Profitability driven by favorable pricing net of inflation, productivity, and cost synergies



All financial metrics presented on an adjusted, constant currency basis.
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

KDP International

	Q3 2026	Change
Net Sales	**$644M**	**7.6%**
Adjusted Operating Income	**$160M**	**(0.6%)**
Adjusted Operating Margin	**24.8%**	**(2.0pts)**

- Net sales increased 7.6%, with net price realization contributing 5.7% and volume/mix adding 1.9%
- Sales growth driven by refreshment beverages, led by Peñafiel in Mexico
- Operating income decline driven by cost pressures and investment phasing, which offset net sales gains and productivity



Financial metrics presented on an adjusted basis. Growth rates presented on an adjusted basis and in constant currency. Including the impact of currency, net sales increased 11.0%, adjusted operating income increased 3.2%, and adjusted operating margin compressed (1.9 pts).
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

Balance sheet and cash flow



Committed to strong balance sheet and investment grade ratings

For KDP and future Beverage Co. and Global Coffee Co.

Key Takeaways

Robust cash generation: $1.0B in Q3 free cash flow

Deleveraging progress: ended the quarter with 4.1x management leverage[1]

Capital allocation priorities: investing in the business, maintaining current dividend, and rapidly deleveraging

[1]Management leverage is estimated on a pro forma TTM basis as of Q3 2026.
See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics.

2026 outlook

Net Sales



$25.9–$26.4B

$8.3–$8.4B JDE Peet's net sales[1]

Adjusted EPS Growth (Constant FX)



Low-Double-Digit%

Legacy KDP +3–5%

+7–8pts JDE Peet's contribution[1]

~0.5pt FX tailwind

Top-line and EPS benefit[2]

Other Items



$1.09–1.11B Interest Expense

~22–23% Tax Rate

~1.37B Diluted Shares Outstanding

~$190M Pre-Tax Coffee JV Cost

Convertible Preferred P&L Impact[3] as Greater of:

~$53M Quarterly Preferred Dividend[3]

or

~8% Proportionate Share of Earnings[3]

1 JDE Peet's contribution based on April 1 close and calculated using current exchange rates.
2 FX tailwind based on current exchange rate outlook.
3 Preferred dividends on a quarterly basis will equal 25% of 4.75% of the face amount, less common dividends paid to the preferred holders, which combined amount is expected to equal ~$53M each quarter. We estimate that earnings allocated to preferred holders will equal approx. 8% of adjusted net income attributable to KDP until the anticipated Separation.

See "Non-GAAP Metrics" and the Appendix for additional information regarding non-GAAP metrics. The Company does not provide reconciliations of forward-looking non-GAAP measures to GAAP measures, due to the inability to predict the amount and timing of impacts outside of the Company's control on certain items, such as non-cash gains or losses resulting from mark-to-market adjustments of derivative instruments, among others, which could be material.



Keurig DrPepper

Closing Remarks

Tim Cofer
Chief Executive Officer

Questions & Answers

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	Gross profit	Gross margin	Income from operations	Operating margin
Third Quarter of 2026				
Reported	$ 3,525	48.0 %	$ 1,333	18.2 %
Items Affecting Comparability:				
Productivity	—		6	
Mark-to-market	2		(56)	
Amortization of intangibles	—		125	
Stock compensation	—		2	
Non-routine legal matters	—		6	
Restructuring - Network Optimization	—		2	
Chobani transactions	—		51	
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	2		124	
Integration of acquisitions, excluding JDE Peet's	—		1	
Inventory step-up	47		47	
Transaction costs, excluding JDE Peet's	—		1	
Legacy JDE Peet's transformation activities and corporate actions	—		19	
Legacy JDE Peet's ERP system implementation and upgrade expenses	—		9	
Adjusted	$ 3,576	48.7 %	$ 1,670	22.7 %
Impact of foreign currency		— %		— %
Constant currency adjusted		48.7 %		22.7 %
Third Quarter of 2025				
Reported	$ 2,340	54.3 %	$ 995	23.1 %
Items Affecting Comparability:				
Productivity	35		47	
Mark-to-market	(27)		(40)	
Amortization of intangibles	—		33	
Stock compensation	—		4	
Non-routine legal matters	—		9	
Restructuring - Network Optimization	1		26	
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	—		13	
Integration of acquisitions, excluding JDE Peet's	—		4	
Adjusted	$ 2,349	54.6 %	$ 1,091	25.3 %

Reconciliations of GAAP to non-GAAP information

(in millions, except % and per share data)	Interest expense, net	Gain on sale of equity method investment	Other expense (income), net	Income before provision for income taxes	Provision for income taxes	Effective tax rate	Net income attributable to KDP	Net income allocated to Preferred Investors	Diluted earnings per share
Third Quarter of 2026									
Reported	$ 474	$ (400)	$ 47	$ 1,212	$ 260	21.5 %	$ 882	$ (72)	$ 0.59
Items Affecting Comparability:									
Productivity	—	—	—	6	(2)		8		0.01
Mark-to-market	(142)	—	—	86	27		59		0.04
Amortization of intangibles	—	—	—	125	30		95		0.07
Stock compensation	—	—	—	2	—		2		—
Amortization of fair value of debt adjustment	(24)	—	—	24	6		18		0.01
Amortization of deferred financing costs	(2)	—	—	2	—		2		—
Non-routine legal matters	—	—	—	6	2		4		—
Restructuring - 2023 CEO Succession and Associated Realignment	—	—	—	—	(2)		2		—
Restructuring - Network Optimization	—		—	2	2		—		—
Chobani transactions	—	400	(19)	(330)	(86)		(244)		(0.18)
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	(8)	—	—	132	46		86		0.06
Change in mandatory redemption liability for GHOST	—	—	(24)	24	7		17		0.01
Integration of acquisitions, excluding JDE Peet's	—	—	—	1	1		—		—
Inventory step-up	—		—	47	16		31		0.02
Transaction costs, excluding JDE Peet's	—	—	—	1	(5)		6		—
Legacy JDE Peet's transformation activities and corporate actions	—	—	—	19	9		10		0.01
Legacy JDE Peet's ERP system implementation and upgrade expenses	—	—	—	9	2		7		0.01
Total items affecting comparability	298	—	4	1,368	312		986		
Reassessment of net income allocated to Preferred Investors for items affecting comparability								(9)	(0.01)
Adjusted	$ 298	$ —	$ 4	$ 1,368	$ 312	22.8 %	$ 986	$ (81)	$ 0.66
Impact of foreign currency						— %			
Constant currency adjusted						22.8 %			

Reconciliations of GAAP to non-GAAP information

(in millions, except % and per share data)	Interest expense, net	Gain on sale of equity method investment	Other expense (income), net	Income before provision for income taxes	Provision for income taxes	Effective tax rate	Net income attributable to KDP	Net income allocated to Preferred Investors	Diluted earnings per share
Third Quarter of 2025									
Reported	$ 188	$ —	$ (45)	$ 852	$ 190	22.3 %	$ 662	$ —	$ 0.49
Items Affecting Comparability:									
Productivity	—	—	—	47	14		33		0.02
Mark-to-market	(7)	—	—	(33)	(5)		(28)		(0.02)
Amortization of intangibles	—	—	—	33	10		23		0.02
Stock compensation	—	—	—	4	1		3		—
Amortization of fair value of debt adjustment	(3)	—	—	3	1		2		—
Non-routine legal matters	—	—	—	9	2		7		—
Restructuring - Network Optimization	—	—	—	26	7		19		0.01
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	(5)	—	28	(10)	(2)		(8)		(0.01)
Change in mandatory redemption liability for GHOST	—	—	(20)	20	5		15		0.01
Integration of acquisitions, excluding JDE Peet's	—	—	—	4	(3)		7		0.01
Inventory step-up	—	—	—	—	(3)		3		—
Adjusted	$ 173	$ —	$ (37)	$ 955	$ 217	22.7 %	$ 738	$ —	$ 0.54
Change - adjusted	**72.3 %**						**33.6 %**		**22.2 %**
Impact of foreign currency	**— %**						**(0.5)%**		**— %**
Change - constant currency adjusted	**72.3 %**						**33.1 %**		**22.2 %**

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	U.S. Refreshment Beverages	U.S. Coffee	KDP International	JDE Peet's	Unallocated corporate costs	Total
Third Quarter of 2026						
Reported - Income from Operations	$ 820	$ 319	$ 158	$ 289	$ (253)	$ 1,333
Items Affecting Comparability:						
Productivity	—	—	1	—	5	6
Mark-to-market	—	—	—	2	(58)	(56)
Amortization of intangibles	12	23	1	89	—	125
Stock compensation	—	—	—	—	2	2
Non-routine legal matters	—	—	—	—	6	6
Restructuring - Network Optimization	—	1	—	—	1	2
Chobani transactions	51	—	—	—	—	51
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	—	10	—	27	87	124
Integration of acquisitions, excluding JDE Peet's	1	—	—	—	—	1
Inventory step-up	—	—	—	47	—	47
Transaction costs, excluding JDE Peet's	—	—	—	—	1	1
Legacy JDE Peet's transformation activities and corporate actions	—	—	—	17	2	19
Legacy JDE Peet's ERP system implementation and upgrade expenses	—	—	—	9	—	9
Adjusted - Income from Operations	$ 884	$ 353	$ 160	$ 480	$ (207)	$ 1,670
Third Quarter of 2025						
Reported - Income from Operations	$ 802	$ 237	$ 153	$ —	$ (197)	$ 995
Items Affecting Comparability:						
Productivity	—	35	—	—	12	47
Mark-to-market	—	—	—	—	(40)	(40)
Amortization of intangibles	9	22	2	—	—	33
Stock compensation	—	—	—	—	4	4
Non-routine legal matters	—	1	—	—	8	9
Restructuring - Network Optimization	3	22	—	—	1	26
Integration of acquisitions, excluding JDE Peet's	2	—	—	—	2	4
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	—	—	—	—	13	13
Adjusted - Income from Operations	$ 816	$ 317	$ 155	$ —	$ (197)	$ 1,091
Change - adjusted	8.3 %	11.4 %	3.2 %	N/A	5.1 %	53.1 %
Impact of foreign currency	— %	— %	(3.8)%	N/A	— %	(0.6)%
Change - constant currency adjusted	8.3 %	11.4 %	(0.6)%	N/A	5.1 %	52.5 %

Reconciliations of GAAP to non-GAAP information

	Reported	Impact of Foreign Currency	Constant Currency
Third Quarter of 2026			
Change in net sales			
U.S. Refreshment Beverages	10.9 %	— %	10.9 %
U.S. Coffee	2.7	—	2.7
KDP International	11.0	(3.4)	7.6
JDE Peet's	N/A	N/A	N/A
Total change in net sales	70.6	(0.5)	70.1

	Reported	Items Affecting Comparability	Adjusted	Impact of Foreign Currency	Constant Currency Adjusted
Third Quarter of 2026					
Operating margin					
U.S. Refreshment Beverages	27.0 %	2.1 %	29.1 %	— %	29.1 %
U.S. Coffee	31.3	3.4	34.7	—	34.7
KDP International	24.5	0.3	24.8	(0.1)	24.7
JDE Peet's	10.9	7.2	18.1	N/A	N/A
Total operating margin	18.2	4.5	22.7	—	22.7

	Reported	Items Affecting Comparability	Adjusted
Third Quarter of 2025			
Operating margin			
U.S. Refreshment Beverages	29.3 %	0.5 %	29.8 %
U.S. Coffee	23.9	8.1	32.0
KDP International	26.4	0.3	26.7
JDE Peet's	N/A	N/A	N/A
Total operating margin	23.1	2.2	25.3

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	Gross profit	Gross margin	Income from operations	Operating margin
First Nine Months of 2026				
Reported	$ 8,689	46.6 %	$ 2,717	14.6 %
Items Affecting Comparability:				
Productivity	1		30	
Mark-to-market	(14)		(109)	
Amortization of intangibles	—		286	
Stock compensation	—		11	
Non-routine legal matters	—		12	
Restructuring - 2023 CEO Succession and Associated Realignment	—		1	
Restructuring - Network Optimization	7		32	
Chobani transactions	—		51	
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	11		530	
Integration of acquisitions, excluding JDE Peet's	—		5	
Inventory step-up	361		361	
Transaction costs, excluding JDE Peet's	—		1	
Legacy JDE Peet's transformation activities and corporate actions	3		38	
Legacy JDE Peet's ERP system implementation and upgrade expenses	—		19	
Legacy JDE Peet's losses and costs associated with divestitures	—		1	
Adjusted	$ 9,058	48.6 %	$ 3,986	21.4 %
Impact of foreign currency		— %		— %
Constant currency adjusted		48.6 %		21.4 %
First Nine Months of 2025				
Reported	$ 6,580	54.4 %	$ 2,694	22.3 %
Items Affecting Comparability:				
Productivity	95		126	
Mark-to-market	(70)		(89)	
Amortization of intangibles	—		101	
Stock compensation	—		10	
Non-routine legal matters	—		17	
Restructuring - Network Optimization	2		38	
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	—		13	
Integration of acquisitions, excluding JDE Peet's	1		35	
Inventory step-up	17		17	
Transaction costs, excluding JDE Peet's	—		4	
Adjusted	$ 6,625	54.7 %	$ 2,966	24.5 %

Reconciliations of GAAP to non-GAAP information

(in millions, except % and per share data)	Interest expense, net	Gain on sale of equity method investment	Other expense (income), net	Income before provision for income taxes	Provision for income taxes	Effective tax rate	Net income attributable to KDP	Net income allocated to Preferred Investors	Diluted earnings per share
First Nine Months of 2026									
Reported	$ 1,091	$ (400)	$ 152	$ 1,874	$ 442	23.6 %	$ 1,294	$ (135)	$ 0.85
Items Affecting Comparability:									
Productivity	—	—	—	30	8		22		0.02
Mark-to-market	(145)	—	—	36	24		12		0.01
Amortization of intangibles	—	—	—	286	65		221		0.16
Stock compensation	—	—	—	11	3		8		0.01
Amortization of fair value of debt adjustment	(51)	—	—	51	13		38		0.03
Amortization of deferred financing costs	(4)	—	—	4	1		3		—
Non-routine legal matters	—	—	—	12	3		9		0.01
Restructuring - 2023 CEO Succession and Associated Realignment	—	—	—	1	—		1		—
Restructuring - Network Optimization	—	—	—	32	9		23		0.02
Chobani transactions	—	400	(19)	(330)	(86)		(244)		(0.18)
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	(110)	—	(116)	756	147		609		0.45
Change in mandatory redemption liability for GHOST	—		(70)	70	19		51		0.04
Integration of acquisitions, excluding JDE Peet's	—	—	—	5	2		3		—
Inventory step-up	—			361	99		262		0.19
Transaction costs, excluding JDE Peet's	—	—	—	1	1		—		—
Legacy JDE Peet's transformation activities and corporate actions	—	—	—	38	9		29		0.02
Legacy JDE Peet's ERP system implementation and upgrade expenses	—	—	—	19	4		15		0.01
Legacy JDE Peet's losses and costs associated with divestitures	—	—	—	1	—		1		—
Change in deferred tax liabilities related to goodwill and intangible assets	—	—	—	—	(27)		27		0.02
Adjusted	$ 781	$ —	$ (53)	$ 3,258	$ 735	22.6 %	$ 2,385	$ (135)	$ 1.65
Impact of foreign currency						— %			
Constant currency adjusted						22.6 %			

Reconciliations of GAAP to non-GAAP information

(in millions, except % and per share data)	Interest expense, net	Gain on sale of equity method investment	Other expense (income), net	Income before provision for income taxes	Provision for income taxes	Effective tax rate	Net income attributable to KDP	Net income allocated to Preferred Investors	Diluted earnings per share
First Nine Months of 2025									
Reported	$ 516	$ —	$ (52)	$ 2,230	$ 504	22.6 %	$ 1,726	$ —	$ 1.27
Items Affecting Comparability:									
Productivity	—	—	—	126	32		94		0.07
Mark-to-market	14	—	(32)	(71)	(9)		(62)		(0.05)
Amortization of intangibles	—	—	—	101	26		75		0.06
Stock compensation	—	—	—	10	3		7		—
Amortization of fair value of debt adjustment	(11)	—	—	11	3		8		0.01
Amortization of deferred financing costs	(1)	—	—	1	—		1		—
Non-routine legal matters	—	—	—	17	4		13		0.01
Restructuring - Network Optimization	—	—	—	38	10		28		0.02
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	(5)	—	28	(10)	(2)		(8)		(0.01)
Change in mandatory redemption liability for GHOST	—	—	(60)	60	15		45		0.03
Integration of acquisitions, excluding JDE Peet's	—	—	—	35	4		31		0.02
Inventory step-up	—		—	17	1		16		0.01
Transaction costs, excluding JDE Peet's	—	—	—	4	1		3		—
Change in deferred tax liabilities related to goodwill and intangible assets	—	—	—	—	(2)		2		—
Adjusted	$ 513	$ —	$ (116)	$ 2,569	$ 590	23.0 %	$ 1,979	$ —	$ 1.45
Change - adjusted	**52.2 %**						**20.5 %**		**13.8 %**
Impact of foreign currency	**0.4 %**						**(0.8)%**		**(0.7)%**
Change - Constant currency adjusted	**52.6 %**						**19.7 %**		**13.1 %**

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	U.S. Refreshment Beverages	U.S. Coffee	KDP International	JDE Peet's	Unallocated corporate costs	Total
First Nine Months of 2026						
Reported - Income from Operations	$ 2,398	$ 628	$ 395	$ 227	$ (931)	$ 2,717
Items Affecting Comparability:						
Productivity	—	1	1	—	28	30
Mark-to-market	—	—	—	(25)	(84)	(109)
Amortization of intangibles	37	67	6	176	—	286
Stock compensation	—	—	—	—	11	11
Non-routine legal matters	—	—	—	—	12	12
Restructuring - 2023 CEO Succession and Associated Realignment	—	—	—	—	1	1
Restructuring - Network Optimization	10	20	—	—	2	32
Chobani transactions	51	—	—	—	—	51
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	—	61	—	99	370	530
Integration of acquisitions, excluding JDE Peet's	4	—	—	—	1	5
Inventory step-up	—	—	—	361	—	361
Transaction costs, excluding JDE Peet's	—	—	—	—	1	1
Legacy JDE Peet's transformation activities and corporate actions	—	—	—	36	2	38
Legacy JDE Peet's ERP system implementation and upgrade expenses	—	—	—	19	—	19
Legacy JDE Peet's losses and costs associated with divestitures	—	—	—	1	—	1
Adjusted - Income from Operations	$ 2,500	$ 777	$ 402	$ 894	$ (587)	$ 3,986

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	U.S. Refreshment Beverages	U.S. Coffee	KDP International	JDE Peet's	Unallocated corporate costs	Total
First Nine Months of 2025						
Reported - Income from Operations	$ 2,202	$ 672	$ 386	$ —	$ (566)	$ 2,694
Items Affecting Comparability:						
Productivity	—	95	—	—	31	126
Mark-to-market	—	—	—	—	(89)	(89)
Amortization of intangibles	25	69	7	—	—	101
Stock compensation	—	—	—	—	10	10
Non-routine legal matters	—	1	—	—	16	17
Restructuring - Network Optimization	4	32	—	—	2	38
Integration of acquisitions, excluding JDE Peet's	25	—	—	—	10	35
Inventory step-up	17	—	—	—	—	17
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	—	—	—		13	13
Transaction costs, excluding JDE Peet's	—	—	—	—	4	4
Adjusted - Income from Operations	$ 2,273	$ 869	$ 393	$ —	$ (569)	$ 2,966
Change - adjusted	**10.0 %**	**(10.6)%**	**2.3 %**	**N/A**	**3.2 %**	**34.4 %**
Impact of foreign currency	**— %**	**— %**	**(6.1)%**	**N/A**	**(0.4)%**	**(0.8)%**
Change - constant currency adjusted	**10.0 %**	**(10.6)%**	**(3.8)%**	**N/A**	**2.8 %**	**33.6 %**

Reconciliations of GAAP to non-GAAP information

	Reported	Impact of Foreign Currency	Constant Currency
First Nine Months of 2026			
Change in net sales			
U.S. Refreshment Beverages	10.9 %	— %	10.9 %
U.S. Coffee	(0.8)	—	(0.8)
KDP International	16.4	(6.8)	9.6
JDE Peet's	N/A	N/A	N/A
Total change in net sales	53.9	(0.9)	53.0

	Reported	Items Affecting Comparability	Adjusted	Impact of Foreign Currency	Constant Currency Adjusted
First Nine Months of 2026					
Operating margin					
U.S. Refreshment Beverages	28.0 %	1.2 %	29.2 %	— %	29.2 %
U.S. Coffee	22.5	5.3	27.8	—	27.8
KDP International	21.6	0.4	22.0	—	22.0
JDE Peet's	4.2	12.2	16.4	N/A	N/A
Total operating margin	14.6	6.8	21.4	—	21.4

	Reported	Items Affecting Comparability	Adjusted
First Nine Months of 2025			
Operating margin			
U.S. Refreshment Beverages	28.5 %	1.0 %	29.5 %
U.S. Coffee	23.9	7.0	30.9
KDP International	24.6	0.4	25.0
JDE Peet's	N/A	N/A	N/A
Total operating margin	22.3	2.2	24.5

Reconciliations of GAAP to non-GAAP information

(in millions)	First Nine Months 2026	2025
Net cash provided by operating activities	**$ 2,220**	$ 1,279
Purchases of property, plant, and equipment	**(457)**	(338)
Proceeds from sales of property, plant, and equipment	**145**	14
Free Cash Flow	**$ 1,908**	$ 955

Reconciliations of GAAP to non-GAAP information

(in millions, except for ratio)	Last Twelve Months
PRO FORMA ADJUSTED EBITDA RECONCILIATION - LAST TWELVE MONTHS	
Pro forma net income	$ 1,796
Pro forma interest expense, net	1,609
Pro forma provision for income taxes	329
Pro forma depreciation expense	755
Pro forma other amortization	168
Pro forma amortization of intangibles	496
Pro forma EBITDA	5,153
Items affecting comparability:	
Productivity	$ 85
Mark-to-market	(100)
Stock compensation	23
Non-routine legal matters	16
Restructuring - 2023 CEO Succession and Associated Realignment	2
Restructuring - Network Optimization	47
Impairment of intangible assets	79
Chobani transactions	(330)
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	855
Change in mandatory redemption liability for GHOST	224
Integration of acquisitions, excluding JDE Peet's	10
Inventory step-up	361
Transaction costs, excluding JDE Peet's	9
Legacy JDE Peet's transformation activities and corporate actions	207
Legacy JDE Peet's ERP system implementation and upgrade expenses	37
Legacy JDE Peet's total return equity swaps	(15)
Legacy JDE Peet's prior acquisition impacts	151
Legacy JDE Peet's losses and costs associated with divestitures	8
Pro forma Adjusted EBITDA	$ 6,822

	September 30, 2026
Principal amounts of:	
Commercial paper notes	$ 1,242
Senior unsecured notes	24,805
Delayed draw term loan	3,188
Total principal amounts	29,235
Less: Cash and cash equivalents	1,290
Total principal amounts less cash and cash equivalents	$ 27,945
September 30, 2026 Pro forma Management Leverage Ratio	4.1

Reconciliations of GAAP to non-GAAP information

(in millions)	Fourth Quarter of 2025	First Quarter of 2026	Second Quarter of 2026	Third Quarter of 2026	Last Twelve Months
Pro forma net income	$ 355	$ 279	$ 210	$ 952	**$ 1,796**
Pro forma interest expense, net	383	416	336	474	**1,609**
Pro forma provision for income taxes	48	(74)	95	260	**329**
Pro forma depreciation expense	175	167	208	205	**755**
Pro forma other amortization	43	34	48	43	**168**
Pro forma amortization of intangibles	123	124	124	125	**496**
Pro forma EBITDA	$ 1,127	$ 946	$ 1,021	$ 2,059	**$ 5,153**
Items affecting comparability:					
Productivity	$ 56	$ 13	$ 10	$ 6	**$ 85**
Mark-to-market	26	(109)	39	(56)	**(100)**
Stock compensation	8	9	4	2	**23**
Non-routine legal matters	4	4	2	6	**16**
Restructuring - 2023 CEO Succession and Associated Realignment	1	1	—	—	**2**
Restructuring - Network Optimization	15	23	7	2	**47**
Impairment of intangible assets	79	—	—	—	**79**
Chobani transactions	—	—	—	(330)	**(330)**
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	188	220	323	124	**855**
Change in mandatory redemption liability for GHOST	154	24	22	24	**224**
Integration of acquisitions, excluding JDE Peet's	5	2	2	1	**10**
Inventory step-up	—	—	314	47	**361**
Transaction costs, excluding JDE Peet's	8	—	—	1	**9**
Legacy JDE Peet's transformation activities and corporate actions	112	57	19	19	**207**
Legacy JDE Peet's ERP system implementation and upgrade expenses	8	10	10	9	**37**
Legacy JDE Peet's total return equity swaps	(15)	—	—	—	**(15)**
Legacy JDE Peet's prior acquisition impacts	—	151	—	—	**151**
Legacy JDE Peet's losses and costs associated with divestitures	2	5	1	—	**8**
Pro forma Adjusted EBITDA	$ 1,778	$ 1,356	$ 1,774	$ 1,914	**$ 6,822**

Reconciliations of GAAP to non-GAAP information

	KDP Historical (As Reported)	Historical JDE Peet's as Converted	Transaction Accounting Adjustments	Note	Pro Forma Combined
Fourth Quarter of 2025					
Net sales	$ 4,499	$ 3,081	$ (46)	(a)	$ 7,534
Cost of sales	2,080	2,109	(23)	(b)	4,166
Gross profit	2,419	972	(23)		3,368
Selling, general, and administrative expenses	1,459	734	106	(c)	2,299
Impairment of intangible assets	78	1	—		79
Other operating expense, net	1	29	—		30
Income from operations	881	208	(129)		960
Interest expense, net	238	31	114	(d), (e)	383
Other expense (income), net	186	(12)	—		174
Income before provision for income taxes	457	189	(243)		403
Provision for income taxes	104	15	(71)	(f), (g), (h)	48
Net income	$ 353	$ 174	$ (172)		$ 355

See Q3 Earnings Press Release for corresponding notes.

Reconciliations of GAAP to non-GAAP information

KDP (As Reported) Presentation	Historical JDE Peet's Presentation	Historical JDE Peet's (Euro)	Reclassifications (Euro)	Historical Reclassified JDE Peet's (Euro)	Accounting Policy and Conversion Adjustments (Euro)	Note	Historical Reclassified and Converted Total (Euro)	Historical JDE Peet's (USD)
Fourth Quarter of 2025								
Net sales				2,649	(2)	iv, vii	2,647	3,081
	Revenue	2,649	—					
Cost of sales				1,854	(42)	iv, v, vi	1,812	2,109
	Cost of sales	1,854	—					
Gross profit	**Gross profit**	795	—	795	40		835	972
Selling, general, and administrative expenses				637	(6)	ii, iv, v, vii	631	734
	Selling, general, and administrative expenses	674	(37)					
Impairment of intangible assets				1	—		1	1
	Selling, general, and administrative expenses	—	1					
Other operating expense (income), net				33	(8)	v, vii, viii	25	29
	Selling, general, and administrative expenses	—	33					
Income from operations	**Operating profit**	121	3	124	54		178	208
Interest expense, net				57	(30)	iii, iv, v, vi, vii, viii	27	31
	Finance income	(323)	6					
	Finance expense	318	56					
Other (income) expense, net				(54)	44	i, iii, iv, vii	(10)	(12)
	Selling, general, and administrative expenses	—	2					
	Finance expense	—	(56)					
	Share of net profit (loss) of associates	5	(5)					
Income before provision for income taxes	**Profit before income taxes**	121	—	121	40		161	189
Provision for income taxes				24	(11)	i, ii, iii, iv, v, vi, viii	13	15
	Income tax expense	24	—					
Net income attributable to KDP	**Profit for the period**	97	—	97	51		148	174

See Q3 Earnings Press Release for corresponding notes.

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	Gross profit	Gross margin	Income from operations	Operating margin
Fourth Quarter of 2025				
Pro forma	$ 3,368	44.7 %	$ 960	12.7 %
Items Affecting Comparability:				
Productivity	41		55	
Mark-to-market	14		26	
Amortization of intangibles	—		15	
Stock compensation	—		8	
Non-routine legal matters	—		4	
Restructuring - 2023 CEO Succession and Associated Realignment	—		1	
Restructuring - Network Optimization	2		24	
Impairment of intangible assets	—		79	
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	—		45	
Integration of acquisitions, excluding JDE Peet's	—		5	
Transaction costs, excluding JDE Peet's	—		8	
Legacy JDE Peet's transformation activities and corporate actions	—		112	
Legacy JDE Peet's ERP system implementation and upgrade expenses	—		8	
Pro forma Adjusted	$ 3,425	45.5 %	$ 1,350	17.9 %

Reconciliations of GAAP to non-GAAP information

(in millions, except % and per share data)	Interest expense, net	Other expense (income), net	Income before provision for income taxes	Provision for income taxes	Effective tax rate	Net income
Fourth Quarter of 2025						
Pro forma	$ 383	$ 174	$ 403	$ 48	11.9 %	$ 355
Items Affecting Comparability:						
Productivity	—	—	55	12		43
Mark-to-market	(44)	—	70	9		61
Amortization of intangibles	—	—	15	2		13
Stock compensation	—	—	8	1		7
Amortization of fair value of debt adjustment	(4)	—	4	1		3
Non-routine legal matters	—	—	4	1		3
Restructuring - 2023 CEO Succession and Associated Realignment	—	—	1	—		1
Restructuring - Network Optimization	—	—	24	5		19
Impairment of intangible assets	—	—	79	19		60
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	(18)	(51)	114	12		102
Change in mandatory redemption liability for GHOST	—	(154)	154	37		117
Integration of acquisitions, excluding JDE Peet's	—	—	5	5		—
Inventory step-up	—	—	—	1		(1)
Transaction costs, excluding JDE Peet's	—	—	8	23		(15)
Legacy JDE Peet's transformation activities and corporate actions	—	—	112	31		81
Legacy JDE Peet's ERP system implementation and upgrade expenses	—	—	8	2		6
Legacy JDE Peet's total return equity swaps	—	15	(15)	—		(15)
Legacy JDE Peet's losses and costs associated with divestitures	—	(2)	2	1		1
Pro forma Adjusted	$ 317	$ (18)	$ 1,051	$ 210	20.0 %	$ 841

Reconciliations of GAAP to non-GAAP information

	KDP Historical (As Reported)	Historical JDE Peet's as Converted	Transaction Accounting Adjustments	Note	Pro Forma Combined
First Quarter of 2026					
Net sales	$ 3,976	$ 2,864	$ (21)	(a)	$ 6,819
Cost of sales	1,878	2,011	(24)	(b)	3,865
Gross profit	2,098	853	3		2,954
Selling, general, and administrative expenses	1,342	816	69	(c)	2,227
Income from operations	756	37	(66)		727
Interest expense, net	281	32	103	(d), (e)	416
Other expense (income), net	118	(12)	—		106
Income before provision for income taxes	357	17	(169)		205
Provision for income taxes	87	(115)	(46)	(f), (g), (h)	(74)
Net income	$ 270	$ 132	$ (123)		$ 279

See Q3 Earnings Press Release for corresponding notes.

Reconciliations of GAAP to non-GAAP information

KDP (As Reported) Presentation	Historical JDE Peet's Presentation	Historical JDE Peet's (Euro)	Reclassifications (Euro)	Historical Reclassified JDE Peet's (Euro)	Accounting Policy and Conversion Adjustments (Euro)	Note	Historical Reclassified and Converted Total (Euro)	Historical JDE Peet's (USD)
First Quarter of 2026								
Net sales				2,447	(2)	vi	2,445	2,864
	Revenue	2,447	—					
Cost of sales				1,749	(32)	vi	1,717	2,011
	Cost of sales	1,749	—					
Gross profit	**Gross profit**	698	—	698	34		732	857
Selling, general, and administrative expenses				711	(14)	ii, v, vii	697	816
	Selling, general, and administrative expenses	720	(9)					
Other operating expense (income), net				9	(9)	vii, viii	—	—
	Selling, general, and administrative expenses	—	9					
Income from operations	**Operating profit**	(22)	—	(22)	57		35	40
Interest expense, net				20	7	iii, v, vi, vii, viii	27	32
	Finance income	(27)	5					
	Finance expense	37	5					
Other (income) expense, net				(10)	—	i, iii, vii	(10)	(12)
	Finance income	—	(5)					
	Finance expense	—	(5)					
Income before provision for income taxes	**Profit before income taxes**	(12)	—	(32)	47		15	17
Provision for income taxes				(96)	(2)	i, ii, iii, vi, viii	(98)	(115)
	Income tax expense	(96)	—					
Net income	**Profit for the period**	(12)	—	64	49		113	132

See Q3 Earnings Press Release for corresponding notes.

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	Gross profit	Gross margin	Income from operations	Operating margin
First Quarter of 2026				
Pro forma Consolidated	$ 2,954	43.3 %	$ 727	10.7 %
Items Affecting Comparability:				
Productivity	1		14	
Mark-to-market	(40)		(109)	
Amortization of intangibles	—		14	
Stock compensation	—		9	
Non-routine legal matters	—		4	
Restructuring - 2023 CEO Succession and Associated Realignment	—		1	
Restructuring - Network Optimization	4		23	
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	6		89	
Integration of acquisitions, excluding JDE Peet's	—		2	
Legacy JDE Peet's transformation activities and corporate actions	—		57	
Legacy JDE Peet's ERP system implementation and upgrade expenses	—		10	
Legacy JDE Peet's prior acquisition impacts	—		151	
Pro forma Adjusted	$ 2,925	42.9 %	$ 992	14.5 %

Reconciliations of GAAP to non-GAAP information

(in millions, except % and per share data)	Interest expense, net	Other expense (income), net	Income before provision for income taxes	Provision for income taxes	Effective tax rate	Net income
First Quarter of 2026						
Pro forma Consolidated	$ 416	$ 106	$ 205	$ (74)	(36.1)%	$ 279
Items Affecting Comparability:						
Productivity	—	—	14	3		11
Mark-to-market	(1)	—	(108)	(7)		(101)
Amortization of intangibles	—	—	14	2		12
Stock compensation	—	—	9	6		3
Amortization of fair value of debt adjustment	(3)	—	3	1		2
Non-routine legal matters	—	—	4	1		3
Restructuring - 2023 CEO Succession and Associated Realignment	—	—	1	—		1
Restructuring - Network Optimization	—	—	23	4		19
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	(99)	(111)	299	39		260
Change in mandatory redemption liability for GHOST	—	(24)	24	5		19
Integration of acquisitions, excluding JDE Peet's	—	—	2	—		2
Legacy JDE Peet's transformation activities and corporate actions	—	—	57	11		46
Legacy JDE Peet's ERP system implementation and upgrade expenses	—	—	10	2		8
Legacy JDE Peet's prior acquisition impacts	—	—	151	155		(4)
Legacy JDE Peet's losses and costs associated with divestitures	—	(5)	5	1		4
Pro forma Adjusted	$ 313	$ (34)	$ 713	$ 149	20.9 %	$ 564

Reconciliations of GAAP to non-GAAP information

(in millions, except %)	Gross profit	Gross margin	Income from operations	Operating margin
Second Quarter of 2026				
Reported	$ 3,066	41.9 %	$ 628	8.6 %
Items Affecting Comparability:				
Productivity	—		10	
Mark-to-market	7		39	
Amortization of intangibles	—		124	
Stock compensation	—		4	
Non-routine legal matters	—		2	
Restructuring - Network Optimization	3		7	
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	3		318	
Integration of acquisitions, excluding JDE Peet's	—		2	
Inventory step-up	314		314	
Legacy JDE Peet's transformation activities and corporate actions	3		19	
Legacy JDE Peet's ERP system implementation and upgrade expenses	—		10	
Legacy JDE Peet's losses and costs associated with divestitures	—		1	
Adjusted	$ 3,396	46.5 %	$ 1,478	20.2 %

Reconciliations of GAAP to non-GAAP information

(in millions, except % and per share data)	Interest expense, net	Other (income) expense, net	Income before provision for income taxes	Provision for income taxes	Effective tax rate	Net income attributable to KDP	Net income allocated to Preferred Investors	Diluted earnings per share
Second Quarter of 2026								
Reported	$ 336	$ (13)	$ 305	$ 95	31.1 %	$ 142	$ (82)	$ 0.04
Items Affecting Comparability:								
Productivity	—	—	10	7		3		—
Mark-to-market	(2)	—	41	—		41		0.03
Amortization of intangibles	—	—	124	28		96		0.07
Stock compensation	—	—	4	2		2		—
Amortization of fair value of debt adjustment	(24)	—	24	6		18		0.01
Amortization of deferred financing costs	(2)	—	2	1		1		—
Non-routine legal matters	—	—	2	—		2		—
Restructuring - 2023 CEO Succession and Associated Realignment	—	—	—	2		(2)		—
Restructuring - Network Optimization	—	—	7	3		4		—
Acquisition, integration, and financing costs - Acquisition of JDE Peet's and Spin of Global Coffee Co.	(3)	(5)	326	64		262		0.19
Change in mandatory redemption liability for GHOST	—	(22)	22	7		15		0.01
Integration of acquisitions, excluding JDE Peet's	—	—	2	1		1		—
Inventory step-up	—	—	314	83		231		0.17
Transaction costs, excluding JDE Peet's	—	—	—	6		(6)		—
Legacy JDE Peet's transformation activities and corporate actions	—	—	19	—		19		0.01
Legacy JDE Peet's ERP system implementation and upgrade expenses	—	—	10	2		8		0.01
Legacy JDE Peet's losses and costs associated with divestitures	—	—	1	—		1		—
Change in deferred tax liabilities related to goodwill and intangible assets	—	—	—	(27)		27		0.02
Adjusted	$ 305	$ (40)	$ 1,213	$ 280	23.1 %	$ 865	$ (82)	$ 0.57