

**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): **May 1, 2019**

**CLEAN HARBORS, INC.**

(Exact name of registrant as specified in its charter)

**Massachusetts**  
(State or other jurisdiction  
of incorporation)

**001-34223**  
(Commission  
File Number)

**04-2997780**  
(IRS Employer  
Identification No.)

**42 Longwater Drive, Norwell,  
Massachusetts**  
(Address of principal executive offices)

**02061-9149**  
(Zip Code)

**(781) 792-5000**  
(Registrant's telephone number, including area code)

**Not Applicable**  
(Former name or former address, if changed since last report.)

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 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

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 May 1, 2019 Clean Harbors, Inc. (“the Company”) issued a press release announcing the Company’s results of operations for the first quarter ended March 31, 2019. A copy of that press release is furnished with this report as Exhibit 99.1.

Item 9.01 Financial Statements and Exhibits

(d) Exhibits. The following exhibits are being filed herewith:

| <u>Exhibit No.</u> | <u>Description</u>                              |
|--------------------|---|
| 99.1               | <a href="#">Press Release dated May 1, 2019</a> |

**SIGNATURES**

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

Clean Harbors, Inc.  
(Registrant)

May 1, 2019

/s/ Michael L. Battles  
Executive Vice President and Chief Financial Officer



Press Release

**Clean Harbors Announces First-Quarter 2019 Financial Results**

- *Increases Q1 Revenues 4% to \$780.8 Million*
- *Reports Net Income of \$1.0 Million, or \$0.02 per Diluted Share; Adjusted EPS of \$0.09*
- *Generates 15% Increase in Q1 Adjusted EBITDA to \$101.7 Million on Strength in Environmental Services Segment*
- *Improves Adjusted EBITDA Margin by 120 Basis Points*
- *Revises 2019 Adjusted EBITDA Guidance Upward to \$510 Million to \$540 Million and Maintains Adjusted Free Cash Flow Guidance of \$190 Million to \$220 Million*

**NORWELL, Mass. — May 1, 2019** — Clean Harbors, Inc. (“Clean Harbors”) (NYSE: CLH), the leading provider of environmental, energy and industrial services throughout North America, today announced financial results for the first quarter ended March 31, 2019.

“We opened 2019 with a strong first-quarter performance,” said Alan S. McKim, Chairman, President and Chief Executive Officer. “We delivered 4% top-line growth and a corresponding 15% increase in Adjusted EBITDA. As a result, our Adjusted EBITDA margin grew by 120 basis points from the same period in 2018. The quarter’s profitable growth was driven by our Environmental Services segment, which more than offset a small year-over-year decline in our Safety-Kleen segment.”

First-quarter revenues increased to \$780.8 million from \$749.8 million in the same period of 2018. Income from operations more than doubled to \$23.7 million from \$11.0 million in the year-earlier quarter.

Net income for the first quarter of 2019 was \$1.0 million, or \$0.02 per diluted share. This compared with a net loss for the same period in 2018 of \$12.6 million, or \$0.22 per share. Adjusted for certain items in both periods, adjusted net income for the first quarter of 2019 was \$5.1 million, or \$0.09 per diluted share, compared with an adjusted net loss of \$6.6 million, or \$0.12 per share, in the same period in 2018. (See reconciliation table below)

Adjusted EBITDA (see description below) in the first quarter of 2019 increased 15% to \$101.7 million from \$88.3 million in the same period of 2018.

“Environmental Services generated top-line growth of 8%. This reflected the Veolia Industrial acquisition in early 2018 as well as organic growth, as we benefitted from higher pricing and a better mix of waste streams,” McKim said. “Adjusted EBITDA in the segment grew 46%, reflecting pricing initiatives, cost reductions, productivity improvements and some one-time gains. The segment’s results are even more impressive given that our Deer Park incineration facility was closed for nearly two weeks due to a major fire at the neighboring chemical storage facility. As a result of that fire, as well as a high number of planned turnaround days, our incineration utilization was 77% in Q1. However, similar to recent quarters, we continued to improve our mix with many more high-value waste streams in our network, which drove our average incineration price per pound up by 14% from a year ago.

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“Within Safety-Kleen Environmental Services, our branch business continued to perform well as we generated growth and increased pricing across our core lines of business. We increased our direct lubricant sales in the quarter as they accounted for 8% of gallons sold compared with 5% in Q1 a year ago,” McKim said. “The Safety-Kleen Oil business had several challenges in the first quarter. Lower base oil prices year-over-year and seasonal weakness in market demand were compounded by adverse weather conditions that limited our production and ability to transport in the quarter. Severe cold early in the quarter froze several waterways and rail lines in the Midwest that hindered our ability to barge or rail product, followed by widespread flooding that again affected shipping lanes and rail lines.”

### **Business Outlook and Financial Guidance**

“Based on positive industry trends, the current economic environment and ongoing company initiatives, we are encouraged about our prospects for 2019,” McKim said. “In Environmental Services, the growth of the U.S. chemical and manufacturing sectors provide a strong tailwind that enhances our ability to drive more high value waste streams through our disposal facilities. Our project pipeline is as strong as ever, with numerous remediation and waste project opportunities. Our industrial and field services businesses should all contribute to another year of profitable growth in the segment.

“For Safety-Kleen Environmental Services, our branch network should help spur growth in our core offerings and direct lube sales program,” McKim said. “We expect Safety-Kleen Oil will rebound quickly following an uneven start to the year as we return to more normalized levels of production and sales following the weather-related slowdown. In addition, recent increases in base oil pricing should support spread expansion. We continue to target base oil production of more than 150 million gallons and total blended sales of 50 million gallons through growth in direct lube sales and our distributor business.

“Second-quarter 2019 Adjusted EBITDA is expected to grow slightly from the same period of 2018. Overall, we see indications of a favorable environment for key businesses in each segment, and anticipate a strong year of profitable growth and margin expansion driven by pricing, mix, cross-selling and increased efficiencies,” McKim concluded.

Based on its first-quarter financial performance and current market conditions, Clean Harbors raised the low end of its guidance range and now expects full-year 2019 Adjusted EBITDA in the range of \$510 million to \$540 million. On a GAAP basis, the Company’s guidance is based on anticipated 2019 net income in the range of \$77 million to \$110 million. For 2019, Clean Harbors continues to expect to generate adjusted free cash flow in the range of \$190 million to \$220 million, which is based on anticipated 2019 net cash from operating activities in the range of \$380 million to \$430 million.

### **Non-GAAP Results**

Clean Harbors reports Adjusted EBITDA, which is a non-GAAP financial measure and should not be considered an alternative to net income (loss) or other measurements under generally accepted accounting principles (GAAP), but viewed only as a supplement to those measurements. Adjusted EBITDA is not calculated identically by all companies, and therefore the Company’s measurements of Adjusted EBITDA may not be comparable to similarly titled measures reported by other companies. Clean Harbors believes that Adjusted EBITDA provides additional useful information to investors since the Company’s loan covenants are based upon levels of Adjusted EBITDA achieved and management routinely evaluates the performance of its businesses based upon levels of Adjusted EBITDA. The Company defines Adjusted EBITDA in accordance with its existing credit agreement, as described in the following reconciliation showing the

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differences between reported net income and Adjusted EBITDA for the three months ended March 31, 2019 and 2018 (in thousands):

|  | <b>For the Three Months Ended:</b> |                       |
|--|------------------------------------|-----------------------|
|  | <b>March 31, 2019</b>              | <b>March 31, 2018</b> |
| Net income (loss)                      | \$ 976                             | \$ (12,631)           |
| Accretion of environmental liabilities | 2,574                              | 2,430                 |
| Depreciation and amortization          | 75,355                             | 74,844                |
| Other (income) expense, net            | (2,983)                            | 299                   |
| Interest expense, net                  | 19,764                             | 20,270                |
| Provision for income taxes             | 5,977                              | 3,053                 |
| Adjusted EBITDA                        | <u>\$ 101,663</u>                  | <u>\$ 88,265</u>      |
| Adjusted EBITDA Margin                 | <u>13.0%</u>                       | <u>11.8%</u>          |

This press release includes a discussion of net income (loss) and earnings (loss) per share adjusted for the impacts of tax-related valuation allowances as identified in the reconciliations provided below. The Company believes that discussion of these additional non-GAAP measures provides investors with meaningful comparisons of current results to prior periods' results by excluding items that the Company does not believe reflect its fundamental business performance. The following shows the difference between net income (loss) to adjusted net income (loss), and earnings (loss) per share to adjusted earnings (loss) per share for the three months ended March 31, 2019 and 2018 (in thousands, except per share amounts):

|   | <b>For the Three Months Ended:</b> |                       |
|---|------------------------------------|-----------------------|
|   | <b>March 31, 2019</b>              | <b>March 31, 2018</b> |
| <b>Adjusted net income (loss)</b>         |                                    |                       |
| Net income (loss)                         | \$ 976                             | \$ (12,631)           |
| Tax-related valuation allowances          | 4,106                              | 6,061                 |
| Adjusted net income (loss)                | <u>\$ 5,082</u>                    | <u>\$ (6,570)</u>     |
| <b>Adjusted earnings (loss) per share</b> |                                    |                       |
| Earnings (loss) per share                 | \$ 0.02                            | \$ (0.22)             |
| Tax-related valuation allowances          | 0.07                               | 0.10                  |
| Adjusted earnings (loss) per share        | <u>\$ 0.09</u>                     | <u>\$ (0.12)</u>      |

#### Adjusted Free Cash Flow Reconciliation

Clean Harbors reports adjusted free cash flow, which it considers to be a measurement of liquidity that provides useful information to investors about our ability to generate cash. The Company defines adjusted free cash flow as net cash from operating activities excluding cash impacts of items derived from non-operating activities, such as taxes paid in connection with divestitures, less additions to property, plant and equipment plus proceeds from sale and disposal of fixed assets. Adjusted free cash flow should not be considered an alternative to net cash from operating activities or other measurements under GAAP. Adjusted free cash flow is not calculated identically by all companies, and therefore our measurements of adjusted free cash flow may not be comparable to similarly titled measures reported by other companies.



An itemized reconciliation between net cash from operating activities and adjusted free cash flow is as follows (in thousands):

|   | <b>For the Three Months Ended:</b> |                       |
|---|------------------------------------|-----------------------|
|   | <b>March 31, 2019</b>              | <b>March 31, 2018</b> |
| <b>Adjusted free cash flow</b>                  |                                    |                       |
| Net cash from operating activities              | \$ 29,740                          | \$ 51,903             |
| Additions to property, plant and equipment      | (58,947)                           | (44,242)              |
| Proceeds from sale and disposal of fixed assets | 4,321                              | 798                   |
| <b>Adjusted free cash flow</b>                  | <b>\$ (24,886)</b>                 | <b>\$ 8,459</b>       |

#### Adjusted EBITDA Guidance Reconciliation

An itemized reconciliation between projected net income and projected Adjusted EBITDA is as follows (in millions):

|  | <b>For the Year Ending<br/>December 31, 2019</b> |           |               |
|--|--|-----------|---------------|
|  | \$   | to        | \$            |
| Projected GAAP net income              | 77   | to        | 110           |
| Adjustments:                           |  |           |               |
| Accretion of environmental liabilities | 10   | to        | 10            |
| Depreciation and amortization          | 295  | to        | 285           |
| Interest expense, net                  | 82   | to        | 80            |
| Provision for income taxes             | 46   | to        | 55            |
| <b>Projected Adjusted EBITDA</b>       | <b>\$ 510</b>                                    | <b>to</b> | <b>\$ 540</b> |

#### Adjusted Free Cash Flow Guidance Reconciliation

An itemized reconciliation between projected net cash from operating activities and projected adjusted free cash flow is as follows (in millions):

|   | <b>For the Year Ending<br/>December 31, 2019</b> |           |               |
|---|--|-----------|---------------|
|   | \$   | to        | \$            |
| Projected net cash from operating activities    | 380  | to        | 430           |
| Additions to property, plant and equipment      | (200)  | to        | (220)         |
| Proceeds from sale and disposal of fixed assets | 10   | to        | 10            |
| <b>Projected adjusted free cash flow</b>        | <b>\$ 190</b>                                    | <b>to</b> | <b>\$ 220</b> |

#### Conference Call Information

Clean Harbors will conduct a conference call for investors today at 9:00 a.m. (ET) to discuss the information contained in this press release. During the call, management will discuss Clean Harbors' financial results, business outlook and growth strategy. Investors who wish to listen to the webcast and view the accompanying slides should visit the Investor Relations section of the Company's website at [www.cleanharbors.com](http://www.cleanharbors.com). The live

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call also can be accessed by dialing 201.689.8881 or 877.709.8155 prior to the start time. If you are unable to listen to the live conference call, the webcast will be archived on the Company's website.

### **About Clean Harbors**

Clean Harbors (NYSE: CLH) is North America's leading provider of environmental, energy and industrial services. The Company serves a diverse customer base, including a majority of Fortune 500 companies. Its customer base spans a number of industries, including chemical, energy and manufacturing, as well as numerous government agencies. These customers rely on Clean Harbors to deliver a broad range of services such as end-to-end hazardous waste management, emergency spill response, industrial cleaning and maintenance, and recycling services. Through its Safety-Kleen subsidiary, Clean Harbors also is North America's largest re-refiner and recycler of used oil and a leading provider of parts washers and environmental services to commercial, industrial and automotive customers. Founded in 1980 and based in Massachusetts, Clean Harbors operates throughout the United States, Canada, Mexico and Puerto Rico. For more information, visit [www.cleanharbors.com](http://www.cleanharbors.com).

### **Safe Harbor Statement**

Any statements contained herein that are not historical facts are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements are generally identifiable by use of the words "believes," "expects," "intends," "anticipates," "plans to," "estimates," "projects," or similar expressions. Such statements may include, but are not limited to, statements about future financial and operating results, and other statements that are not historical facts. Such statements are based upon the beliefs and expectations of Clean Harbors' management as of this date only and are subject to certain risks and uncertainties that could cause actual results to differ materially including, without limitation, those items identified as "risk factors" in Clean Harbors' most recently filed Form 10-K and Form 10-Q. Therefore, readers are cautioned not to place undue reliance on these forward-looking statements. Clean Harbors undertakes no obligation to revise or publicly release the results of any revision to these forward-looking statements other than through its filings with the Securities and Exchange Commission, which may be viewed in the "Investors" section of Clean Harbors' website at [www.cleanharbors.com](http://www.cleanharbors.com).

### **Contacts:**

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**CLEAN HARBORS, INC. AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS**  
**(in thousands, except per share amounts)**

|  | For the Three Months Ended: |                    |
|--|-----------------------------|--------------------|
|  | March 31, 2019              | March 31, 2018     |
| Revenues   | \$ 780,839                  | \$ 749,778         |
| Cost of revenues (exclusive of items shown separately below) | 564,364                     | 546,425            |
| Selling, general and administrative expenses                 | 114,812                     | 115,088            |
| Accretion of environmental liabilities                       | 2,574                       | 2,430              |
| Depreciation and amortization                                | 75,355                      | 74,844             |
| Income from operations                                       | 23,734                      | 10,991             |
| Other income (expense), net                                  | 2,983                       | (299)              |
| Interest expense, net  | (19,764)                    | (20,270)           |
| Income (loss) before provision for income taxes              | 6,953                       | (9,578)            |
| Provision for income taxes                                   | 5,977                       | 3,053              |
| Net income (loss)  | <u>\$ 976</u>               | <u>\$ (12,631)</u> |
| Earnings (loss) per share:                                   |                             |                    |
| Basic  | <u>\$ 0.02</u>              | <u>\$ (0.22)</u>   |
| Diluted  | <u>\$ 0.02</u>              | <u>\$ (0.22)</u>   |
| Shares used to compute earnings (loss) per share — Basic     | <u>55,848</u>               | <u>56,457</u>      |
| Shares used to compute earnings (loss) per share — Diluted   | <u>56,082</u>               | <u>56,457</u>      |



**CLEAN HARBORS, INC. AND SUBSIDIARIES**  
**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS**  
(in thousands)

|   | March 31, 2019      | December 31, 2018   |
|---|---------------------|---------------------|
| <b>Current assets:</b>  |                     |                     |
| Cash and cash equivalents   | \$ 167,371          | \$ 226,507          |
| Short-term marketable securities  | 57,477              | 52,856              |
| Accounts receivable, net  | 613,507             | 606,952             |
| Unbilled accounts receivable  | 42,513              | 54,794              |
| Deferred costs  | 20,515              | 18,770              |
| Inventories and supplies  | 200,814             | 199,479             |
| Prepaid expenses and other current assets                                 | 45,925              | 42,800              |
| <b>Total current assets</b>   | <b>1,148,122</b>    | <b>1,202,158</b>    |
| Property, plant and equipment, net  | 1,588,613           | 1,561,978           |
| <b>Other assets:</b>  |                     |                     |
| Operating lease right-of-use assets                                       | 170,550             | —                   |
| Goodwill  | 517,910             | 514,189             |
| Permits and other intangibles, net  | 438,958             | 441,875             |
| Other   | 17,901              | 18,121              |
| <b>Total other assets</b>   | <b>1,145,319</b>    | <b>974,185</b>      |
| <b>Total assets</b>   | <b>\$ 3,882,054</b> | <b>\$ 3,738,321</b> |
| <b>Current liabilities:</b>   |                     |                     |
| Current portion of long-term obligations                                  | \$ 7,535            | \$ 7,535            |
| Accounts payable  | 242,260             | 276,461             |
| Deferred revenue  | 67,557              | 61,843              |
| Accrued expenses  | 208,386             | 233,405             |
| Current portion of closure, post-closure and remedial liabilities         | 27,914              | 23,034              |
| Current portion of operating lease liabilities                            | 43,858              | —                   |
| <b>Total current liabilities</b>  | <b>597,510</b>      | <b>602,278</b>      |
| <b>Other liabilities:</b>   |                     |                     |
| Closure and post-closure liabilities, less current portion                | 62,084              | 60,339              |
| Remedial liabilities, less current portion                                | 103,384             | 107,575             |
| Long-term obligations, less current portion                               | 1,564,005           | 1,565,021           |
| Operating lease liabilities, less current portion                         | 128,689             | —                   |
| Deferred taxes, unrecognized tax benefits and other long-term liabilities | 254,417             | 233,352             |
| <b>Total other liabilities</b>  | <b>2,112,579</b>    | <b>1,966,287</b>    |
| <b>Total stockholders' equity, net</b>                                    | <b>1,171,965</b>    | <b>1,169,756</b>    |
| <b>Total liabilities and stockholders' equity</b>                         | <b>\$ 3,882,054</b> | <b>\$ 3,738,321</b> |



**CLEAN HARBORS, INC. AND SUBSIDIARIES**  
**UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS**  
(in thousands)

|   | For the Year Ended: |                   |
|---|---------------------|-------------------|
|   | March 31,<br>2019   | March 31,<br>2018 |
| Cash flows from operating activities:   |                     |                   |
| Net income (loss)   | \$ 976              | \$ (12,631)       |
| Adjustments to reconcile net income (loss) to net cash from operating activities: |                     |                   |
| Depreciation and amortization   | 75,355              | 74,844            |
| Allowance for doubtful accounts   | (3,425)             | 2,303             |
| Amortization of deferred financing costs and debt discount                        | 1,000               | 916               |
| Accretion of environmental liabilities  | 2,574               | 2,430             |
| Changes in environmental liability estimates                                      | (774)               | (562)             |
| Deferred income taxes   | —                   | (5)               |
| Other (income) expense, net   | (2,983)             | 299               |
| Stock-based compensation  | 5,809               | 3,077             |
| Environmental expenditures  | (3,264)             | (2,425)           |
| Changes in assets and liabilities, net of acquisitions                            |                     |                   |
| Accounts receivable and unbilled accounts receivable                              | 12,086              | (14,769)          |
| Inventories and supplies  | (832)               | (5,625)           |
| Other current assets  | (11,738)            | (2,923)           |
| Accounts payable  | (27,956)            | 9,714             |
| Other current and long-term liabilities   | (17,088)            | (2,740)           |
| Net cash from operating activities  | <u>29,740</u>       | <u>51,903</u>     |
| Cash flows used in investing activities:  |                     |                   |
| Additions to property, plant and equipment  | (58,947)            | (44,242)          |
| Proceeds from sale and disposal of fixed assets                                   | 4,321               | 798               |
| Acquisitions, net of cash acquired  | (14,870)            | (120,000)         |
| Additions to intangible assets including costs to obtain or renew permits         | (1,132)             | (1,245)           |
| Proceeds from sale of available-for-sale securities                               | 8,600               | 3,264             |
| Purchases of available-for-sale securities  | (12,941)            | (3,003)           |
| Net cash used in investing activities   | <u>(74,969)</u>     | <u>(164,428)</u>  |
| Cash flows used in financing activities:  |                     |                   |
| Change in uncashed checks   | (4,769)             | (3,843)           |
| Tax payments related to withholdings on vested restricted stock                   | (2,276)             | (548)             |
| Repurchases of common stock   | (6,324)             | (14,264)          |
| Payments on financing lease   | (115)               | —                 |
| Principal payments on debt  | (1,884)             | (1,000)           |
| Net cash used in financing activities   | <u>(15,368)</u>     | <u>(19,655)</u>   |
| Effect of exchange rate change on cash  | 1,461               | (867)             |
| Decrease in cash and cash equivalents   | (59,136)            | (133,047)         |
| Cash and cash equivalents, beginning of period                                    | 226,507             | 319,399           |
| Cash and cash equivalents, end of period  | <u>\$ 167,371</u>   | <u>\$ 186,352</u> |



Supplemental information:

Cash payments for interest and income taxes:

|                   |    |       |    |        |
|-------------------|----|-------|----|--------|
| Interest paid     | \$ | 8,712 | \$ | 14,676 |
| Income taxes paid |    | 967   |    | 1,999  |

Cash paid for amounts included in the measurement of lease liabilities:

|  |        |   |
|--|--------|---|
| Operating cash flows from operating leases | 13,554 | — |
| Operating cash flows from finance lease    | 321    | — |
| Financing cash flows from finance lease    | 115    | — |

Non-cash investing activities:

|   |         |        |
|---|---------|--------|
| Property, plant and equipment accrued                               | 13,002  | 17,911 |
| ROU assets obtained in exchange for new operating lease liabilities | (3,896) | —      |
| ROU asset obtained in exchange for new finance lease liability      | 23,027  | —      |

**Supplemental Segment Data (in thousands)**

| Revenue                | For the Three Months Ended: |                                      |                   |                      |                                      |                   |
|------------------------|-----------------------------|--------------------------------------|-------------------|----------------------|--------------------------------------|-------------------|
|                        | March 31, 2019              |                                      |                   | March 31, 2018       |                                      |                   |
|                        | Third Party Revenues        | Intersegment Revenues (Expense), net | Direct Revenues   | Third Party Revenues | Intersegment Revenues (Expense), net | Direct Revenues   |
| Environmental Services | \$ 473,698                  | \$ 35,324                            | \$ 509,022        | \$ 439,688           | \$ 32,759                            | \$ 472,447        |
| Safety-Kleen           | 306,547                     | (34,070)                             | 272,477           | 309,918              | (31,954)                             | 277,964           |
| Corporate Items        | 594                         | (1,254)                              | (660)             | 172                  | (805)                                | (633)             |
| Total                  | <u>\$ 780,839</u>           | <u>\$ —</u>                          | <u>\$ 780,839</u> | <u>\$ 749,778</u>    | <u>\$ —</u>                          | <u>\$ 749,778</u> |

| Adjusted EBITDA        | For the Three Months Ended: |                  |
|------------------------|-----------------------------|------------------|
|                        | March 31, 2019              | March 31, 2018   |
| Environmental Services | \$ 89,510                   | \$ 61,417        |
| Safety-Kleen           | 54,793                      | 61,884           |
| Corporate Items        | (42,640)                    | (35,036)         |
| Total                  | <u>\$ 101,663</u>           | <u>\$ 88,265</u> |