

Akamai Technologies, Inc.
Reconciliation of GAAP to Non-GAAP Financial Measures
September 30, 2022

In addition to providing financial measurements based on generally accepted accounting principles in the United States of America (GAAP), Akamai provides additional financial metrics that are not prepared in accordance with GAAP (non-GAAP financial measures). Management uses non-GAAP financial measures to understand and compare operating results across accounting periods, for financial and operational decision making, for planning and forecasting purposes, to measure executive compensation and to evaluate Akamai's financial performance. These non-GAAP financial measures are non-GAAP income from operations, non-GAAP operating margin, non-GAAP net income, non-GAAP net income per share, Adjusted EBITDA, Adjusted EBITDA margin, capital expenditures and impact of foreign currency exchange rates, as discussed below.

Management believes that these non-GAAP financial measures reflect Akamai's ongoing business in a manner that allows for meaningful comparisons and analysis of trends in the business, as they facilitate comparing financial results across accounting periods and to those of peer companies. Management also believes that these non-GAAP financial measures enable investors to evaluate Akamai's operating results and future prospects in the same manner as management. These non-GAAP financial measures may also exclude expenses and gains that may be unusual in nature, infrequent or not reflective of Akamai's ongoing operating results.

The non-GAAP financial measures do not replace the presentation of Akamai's GAAP financial measures and should only be used as a supplement to, not as a substitute for, Akamai's financial results presented in accordance with GAAP. Akamai has provided a reconciliation of each non-GAAP financial measure used in its financial reporting and investor presentations to the most directly comparable GAAP financial measure. This reconciliation captioned "Reconciliation of GAAP to Non-GAAP Financial Measures" can be found on the Investor Relations section of Akamai's website.

Akamai provides forward-looking statements in the form of guidance during its quarterly earnings conference calls. This guidance is provided on a non-GAAP basis and cannot be reconciled to the closest GAAP measures without unreasonable effort because of the unpredictability of the amounts and timing of events affecting the items we exclude from non-GAAP measures. For example, stock-based compensation is unpredictable for Akamai's performance-based awards, which can fluctuate significantly based on current expectations of future achievement of performance-based targets. Amortization of intangible assets, acquisition-related costs and restructuring costs are all impacted by the timing and size of potential future actions, which are difficult to predict. In addition, from time to time, Akamai excludes certain items that occur infrequently, which are also inherently difficult to predict and estimate. It is also difficult to predict the tax effect of the items we exclude and to estimate certain discrete tax items, like the resolution of tax audits or changes to tax laws. As such, the costs that are being excluded from non-GAAP guidance are difficult to predict and a reconciliation or a range of results could lead to disclosure that would be imprecise or potentially misleading. Material changes to any one of the exclusions could have a significant effect on our guidance and future GAAP results.

Akamai's definitions of its non-GAAP financial measures are outlined below:

Non-GAAP income from operations – GAAP income from operations adjusted for the following items: amortization of acquired intangible assets; stock-based compensation; amortization of capitalized stock-based compensation; amortization of capitalized interest expense; acquisition-related costs; restructuring charges; and other non-recurring or unusual items that may arise from time to time.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Income from operations	\$ 160,438	\$ 175,042	\$ 205,265	\$ 508,799	\$ 587,063
Amortization of acquired intangible assets	17,374	16,972	11,959	47,990	35,446
Stock-based compensation	50,702	51,882	49,018	158,811	153,804
Amortization of capitalized stock-based compensation and capitalized interest expense	7,967	8,068	8,815	23,982	27,253
Restructuring charge	227	4,715	565	12,958	5,567
Acquisition-related costs	5,896	5,771	1,316	22,610	1,520
Non-GAAP income from operations	<u>\$ 242,604</u>	<u>\$ 262,450</u>	<u>\$ 276,938</u>	<u>\$ 775,150</u>	<u>\$ 810,653</u>

Non-GAAP operating margin – Non-GAAP income from operations stated as a percentage of revenue.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Revenue	\$ 881,896	\$ 903,332	\$ 860,333	\$2,688,875	\$2,555,865
Non-GAAP income from operations	242,604	262,450	276,938	775,150	810,653
Non-GAAP operating margin	<u>28 %</u>	<u>29 %</u>	<u>32 %</u>	<u>29 %</u>	<u>32 %</u>

Non-GAAP net income – GAAP net income adjusted for the following tax-affected items: amortization of acquired intangible assets; stock-based compensation; amortization of capitalized stock-based compensation; acquisition-related costs; restructuring charges; amortization of debt discount and issuance costs; amortization of capitalized interest expense; certain gains and losses on investments; income and losses from equity method investment; and other non-recurring or unusual items that may arise from time to time.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Net income	\$ 108,154	\$ 119,537	\$ 178,916	\$ 346,854	\$ 491,108
Amortization of acquired intangible assets	17,374	16,972	11,959	47,990	35,446
Stock-based compensation	50,702	51,882	49,018	158,811	153,804
Amortization of capitalized stock-based compensation and capitalized interest expense	7,967	8,068	8,815	23,982	27,253
Restructuring charge	227	4,715	565	12,958	5,567
Acquisition-related costs	5,896	5,771	1,316	22,610	1,520
Amortization of debt discount and issuance costs ...	1,086	1,091	16,567	3,296	49,284
(Gain) loss on investments	—	(641)	(3,680)	8,260	(3,680)
Loss from equity method investment	—	—	1,064	7,635	12,578
Income tax effect of above non-GAAP adjustments and certain discrete tax items	8,618	9,049	(25,600)	8,867	(73,374)
Non-GAAP net income	<u>\$ 200,024</u>	<u>\$ 216,444</u>	<u>\$ 238,940</u>	<u>\$ 641,263</u>	<u>\$ 699,506</u>

Non-GAAP net income per diluted share – Non-GAAP net income divided by weighted average diluted common shares outstanding. Diluted weighted average shares outstanding are adjusted in non-GAAP per share calculations for the shares that would be delivered to Akamai pursuant to the note hedge transactions entered into in connection with the issuances of \$1,150 million of convertible senior notes due 2027 and 2025, respectively. Under GAAP, shares delivered under hedge transactions are not considered offsetting shares in the fully-diluted share calculation until they are delivered. However, the Company would receive a benefit from the note hedge transactions and would not allow the dilution to occur, so management believes that adjusting for this benefit provides a meaningful view of operating performance. With respect to the convertible senior notes due in each of 2027 and 2025, unless Akamai's weighted average stock price is greater than \$116.18 and \$95.10, respectively, the initial conversion price, there will be no difference between GAAP and non-GAAP diluted weighted average common shares outstanding.

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<i>(in thousands, except per share data)</i>					
GAAP net income per diluted share	\$ 0.68	\$ 0.74	\$ 1.08	\$ 2.15	\$ 2.96
Adjustments to net income:					
Amortization of acquired intangible assets	0.11	0.10	0.07	0.30	0.21
Stock-based compensation	0.32	0.32	0.29	0.98	0.93
Amortization of capitalized stock-based compensation and capitalized interest expense ..	0.05	0.05	0.05	0.15	0.16
Restructuring charge	—	0.03	—	0.08	0.03
Acquisition-related costs	0.04	0.04	0.01	0.14	0.01
Amortization of debt discount and issuance costs	0.01	0.01	0.10	0.02	0.30
(Gain) loss on investments	—	—	(0.02)	0.05	(0.02)
Loss from equity method investment	—	—	0.01	0.05	0.08
Income tax effect of above non-GAAP adjustments and certain discrete tax items	0.05	0.06	(0.15)	0.05	(0.44)
Adjustment for shares	—	0.01	0.02	0.03	0.04
Non-GAAP net income per diluted share	<u>\$ 1.26</u>	<u>\$ 1.35</u>	<u>\$ 1.45</u>	<u>\$ 4.00</u>	<u>\$ 4.25</u>
Shares used in GAAP per diluted share calculations	159,068	161,710	166,318	161,472	166,090
Impact of benefit from note hedge transactions	—	(1,057)	(2,028)	(960)	(1,589)
Shares used in non-GAAP per diluted share calculations	<u>159,068</u>	<u>160,653</u>	<u>164,290</u>	<u>160,512</u>	<u>164,501</u>

Adjusted EBITDA – GAAP net income excluding the following items: interest income; income taxes; depreciation and amortization of tangible and intangible assets; stock-based compensation; amortization of capitalized stock-based compensation; acquisition-related costs; restructuring charges; foreign exchange gains and losses; interest expense; amortization of capitalized interest expense; certain gains and losses on investments; income and losses on equity method investment; and other non-recurring or unusual items that may arise from time to time.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Net income	\$ 108,154	\$ 119,537	\$ 178,916	\$ 346,854	\$ 491,108
Interest and marketable securities (income) loss, net	(782)	2,331	(2,872)	1,760	(12,186)
Provision for income taxes	50,006	51,058	13,648	135,114	43,555
Depreciation and amortization	125,851	125,815	119,055	372,854	346,399
Amortization of capitalized stock-based compensation and capitalized interest expense	7,967	8,068	8,815	23,982	27,253
Amortization of acquired intangible assets	17,374	16,972	11,959	47,990	35,446
Stock-based compensation	50,702	51,882	49,018	158,811	153,804
Restructuring charge	227	4,715	565	12,958	5,567
Acquisition-related costs	5,896	5,771	1,316	22,610	1,520
Interest expense	2,785	2,932	18,144	8,412	54,015
(Gain) loss on investments	—	(641)	(3,680)	8,260	(3,680)
Loss from equity method investment	—	—	1,064	7,635	12,578
Other expense (income), net	275	(175)	45	764	1,673
Adjusted EBITDA	<u>\$ 368,455</u>	<u>\$ 388,265</u>	<u>\$ 395,993</u>	<u>\$ 1,148,004</u>	<u>\$ 1,157,052</u>

Adjusted EBITDA margin – Adjusted EBITDA stated as a percentage of revenue.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Revenue	\$ 881,896	\$ 903,332	\$ 860,333	\$2,688,875	\$2,555,865
Adjusted EBITDA	368,455	388,265	395,993	1,148,004	1,157,052
Adjusted EBITDA margin	<u>42 %</u>	<u>43 %</u>	<u>46 %</u>	<u>43 %</u>	<u>45 %</u>

Cash operating expenses (cash opex) – GAAP operating expenses (consisting of research and development, sales and marketing, general and administrative, amortization of acquired intangible assets and restructuring charges), excluding stock-based compensation; amortization of acquired intangible assets; depreciation and amortization; acquisition-related costs; restructuring charges; and other non-recurring or unusual items that may arise from time to time.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
GAAP operating expenses	\$ 375,008	\$ 381,641	\$ 338,202	\$ 1,154,225	\$ 1,025,249
Less:					
Stock-based compensation	43,465	44,748	42,280	138,207	133,096
Amortization of acquired intangible assets	17,374	16,972	11,959	47,990	35,446
Depreciation and amortization	18,682	18,423	20,549	56,782	61,947
Amortization of capitalized stock-based compensation and interest expense not included in depreciation and amortization	102	148	52	327	135
Restructuring charge	227	4,715	565	12,958	5,567
Acquisition-related costs	4,288	4,182	1,316	19,238	1,520
Cash operating expenses	<u>\$ 290,870</u>	<u>\$ 292,453</u>	<u>\$ 261,481</u>	<u>\$ 878,723</u>	<u>\$ 787,538</u>

Cash cost of revenue – GAAP cost of revenue, excluding stock-based compensation and depreciation and amortization.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
GAAP cost of revenue	\$ 346,450	\$ 346,649	\$ 316,866	\$ 1,025,851	\$ 943,553
Less:					
Stock-based compensation	7,237	7,134	6,738	20,604	20,708
Depreciation and amortization	114,929	115,209	107,239	339,412	311,540
Amortization of capitalized stock-based compensation and interest expense not included in depreciation and amortization	105	103	30	315	30
Acquisition-related costs	1,608	1,589	—	3,372	—
Cash cost of revenue	<u>\$ 222,571</u>	<u>\$ 222,614</u>	<u>\$ 202,859</u>	<u>\$ 662,148</u>	<u>\$ 611,275</u>

Cash gross profit – Revenue less cash cost of revenue.

<i>(in thousands)</i>	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
Revenue	\$ 881,896	\$ 903,332	\$ 860,333	\$ 2,688,875	\$ 2,555,865
Cash cost of revenue	222,571	222,614	202,859	662,148	611,275
Cash gross profit	<u>\$ 659,325</u>	<u>\$ 680,718</u>	<u>\$ 657,474</u>	<u>\$ 2,026,727</u>	<u>\$ 1,944,590</u>

Cash gross margin – Revenue less GAAP cost of revenue, excluding stock-based compensation and depreciation and amortization, stated as a percentage of revenue.

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<i>(in thousands)</i>					
Revenue	\$ 881,896	\$ 903,332	\$ 860,333	\$2,688,875	\$2,555,865
Cash gross profit	659,325	680,718	657,474	2,026,727	1,944,590
Cash gross margin	<u>75 %</u>	<u>75 %</u>	<u>76 %</u>	<u>75 %</u>	<u>76 %</u>

Free cash flow – Cash flows from operations less purchases of property and equipment and capitalization of internal-use software development costs included in the statements of cash flows.

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<i>(in thousands)</i>					
Cash provided by operating activities	\$ 369,296	\$ 341,431	\$ 389,737	\$ 933,178	\$ 1,017,663
Less:					
Purchases of property and equipment	50,797	74,215	70,678	176,017	265,131
Capitalization of internal-use software development costs	47,191	43,952	45,569	171,497	170,404
Free cash flow	<u>\$ 271,308</u>	<u>\$ 223,264</u>	<u>\$ 273,490</u>	<u>\$ 585,664</u>	<u>\$ 582,128</u>

Free cash flow as a percentage of revenue – Cash flows from operations less purchases of property and equipment and capitalization of internal-use software development costs included in the statements of cash flows, stated as a percentage of revenue.

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<i>(in thousands)</i>					
Revenue	\$ 881,896	\$ 903,332	\$ 860,333	\$2,688,875	\$2,555,865
Free cash flow	271,308	223,264	273,490	585,664	582,128
Free cash flow as a percentage of revenue	<u>31 %</u>	<u>25 %</u>	<u>32 %</u>	<u>22 %</u>	<u>23 %</u>

Capital expenditures, or capex, excluding stock-based compensation and interest expense – Purchases of property and equipment and capitalization of internal-use software development costs presented on an accrual basis, which differs from the cash-basis presentation included in the statements of cash flows. The primary difference between the two is the change in purchases of property and equipment and capitalization of internal-use software development costs accrued for, but not paid, at period end versus prior periods.

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<i>(in thousands)</i>					
Purchases of property and equipment.....	\$ 62,063	\$ 56,743	\$ 75,687	\$ 182,031	\$ 252,340
Capitalization of internal-use software development costs	48,665	47,083	53,061	148,938	164,700
Capital expenditures, excluding stock-based compensation and interest expense.....	<u>\$ 110,728</u>	<u>\$ 103,826</u>	<u>\$ 128,748</u>	<u>\$ 330,969</u>	<u>\$ 417,040</u>

Capex as a percentage of revenue – Capital expenditures, or capex, excluding stock-based compensation and interest expense, stated as a percentage of revenue.

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<i>(in thousands)</i>					
Revenue	\$ 881,896	\$ 903,332	\$ 860,333	\$2,688,875	\$2,555,865
Capital expenditures, excluding stock-based compensation and interest expense.....	110,728	103,826	128,748	330,969	417,040
Capex as a percentage of revenue.....	<u>13 %</u>	<u>11 %</u>	<u>15 %</u>	<u>12 %</u>	<u>16 %</u>

Non-GAAP depreciation – GAAP depreciation and amortization (which consists of depreciation and amortization of property and equipment, capitalized stock-based compensation, capitalized interest expense and acquired intangible assets), less depreciation and amortization excluded from non-GAAP results (which consists of depreciation and amortization of capitalized stock-based compensation, capitalized interest expense and acquired intangible assets).

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
<i>(in thousands)</i>					
GAAP depreciation and amortization.....	\$ 150,985	\$ 150,604	\$ 139,747	\$ 444,184	\$ 408,933
Less:					
Capitalized stock-based compensation amortization	7,642	7,703	7,882	22,993	24,491
Capitalized interest amortization	118	114	851	347	2,597
Amortization of acquired intangible assets.....	17,374	16,972	11,959	47,990	35,446
Non-GAAP depreciation	<u>\$ 125,851</u>	<u>\$ 125,815</u>	<u>\$ 119,055</u>	<u>\$ 372,854</u>	<u>\$ 346,399</u>

Non-GAAP tax rate – GAAP tax rate excluding the tax effect of non-GAAP adjustments and certain discrete tax items.

	Three Months Ended			Nine Months Ended	
	September 30, 2022	June 30, 2022	September 30, 2021	September 30, 2022	September 30, 2021
GAAP tax rate	32 %	30 %	7 %	28 %	8 %
Income tax-effect of non-GAAP adjustments and certain discrete tax items	(15)	(14)	7	(12)	6
Non-GAAP tax rate	<u>17 %</u>	<u>16 %</u>	<u>14 %</u>	<u>16 %</u>	<u>14 %</u>

Impact of foreign currency exchange rate – Revenue and earnings from international operations have historically been an important contributor to Akamai's financial results. Consequently, Akamai's financial results have been impacted, and management expects they will continue to be impacted, by fluctuations in foreign currency exchange rates. For example, when the local currencies of our foreign subsidiaries weaken, our consolidated results stated in U.S. dollars are negatively impacted.

Because exchange rates are a meaningful factor in understanding period-to-period comparisons, management believes the presentation of the impact of foreign currency exchange rates on revenue and earnings enhances the understanding of our financial results and evaluation of performance in comparison to prior periods. The dollar impact of changes in foreign currency exchange rates presented is calculated by translating current period results using monthly average foreign currency exchange rates from the comparative period and comparing them to the reported amount. The percentage change at constant currency presented is calculated by comparing the prior period amounts as reported and the current period amounts translated using the same monthly average foreign currency exchange rates from the comparative period.

The non-GAAP adjustments, and Akamai's basis for excluding them from non-GAAP financial measures, are outlined below:

Amortization of acquired intangible assets – Akamai has incurred amortization of intangible assets, included in its GAAP financial statements, related to various acquisitions Akamai has made. The amount of an acquisition's purchase price allocated to intangible assets and term of its related amortization can vary significantly and is unique to each acquisition; therefore, Akamai excludes amortization of acquired intangible assets from its non-GAAP financial measures to provide investors with a consistent basis for comparing pre- and post-acquisition operating results.

Stock-based compensation and amortization of capitalized stock-based compensation – Although stock-based compensation is an important aspect of the compensation paid to Akamai's employees, the grant date fair value varies based on the stock price at the time of grant, varying valuation methodologies, subjective assumptions and the variety of award types. This makes the comparison of Akamai's current financial results to previous and future periods difficult to interpret; therefore, Akamai believes it is useful to exclude stock-based compensation and amortization of capitalized stock-based compensation from its non-GAAP financial measures in order to highlight the performance of Akamai's core business and to be consistent with the way many investors evaluate its performance and compare its operating results to peer companies.

Acquisition-related costs – Acquisition-related costs include transaction fees, advisory fees, due diligence costs and other direct costs associated with strategic activities, as well as certain additional compensation costs payable to employees acquired from the Linode acquisition if employed for a certain period of time. The additional compensation cost was initiated by and determined by the seller, and is in addition to normal levels of compensation, including retention programs, offered by Akamai. Acquisition-related costs are impacted by the timing and size of the acquisitions, and Akamai excludes acquisition-related costs from its non-GAAP financial measures to provide a useful comparison of operating results to prior periods and to peer companies because such amounts vary significantly based on the magnitude of the acquisition transactions and do not reflect Akamai's core operations.

Restructuring charge – Akamai has incurred restructuring charges from programs that have significantly changed either the scope of the business undertaken by the Company or the manner in which that business is conducted. These charges include severance and related expenses for workforce reductions, impairments of long-lived assets that will no longer be used in operations (including right-of-use assets, other facility-related property and equipment and internal-use software) and termination fees for any contracts cancelled as part of these programs. Akamai excludes these items from its non-GAAP financial measures when evaluating its continuing business performance as such items vary significantly based on the magnitude of the restructuring action and do not reflect expected future operating expenses. In addition, these charges do not necessarily provide meaningful insight into the fundamentals of current or past operations of its business.

Amortization of debt discount and issuance costs and amortization of capitalized interest expense – In August 2019, Akamai issued \$1,150 million of convertible senior notes due 2027 with a coupon interest rate of 0.375%. In May 2018, Akamai issued \$1,150 million of convertible senior notes due 2025 with a coupon interest rate of 0.125%. The imputed interest rates of these convertible senior notes were 3.10% and 4.26%, respectively. This is a result of the debt discounts recorded for the conversion features that, prior to January 1, 2022, were required to be separately accounted for as equity under GAAP, thereby reducing the carrying values of the convertible debt instruments. The debt discounts were amortized as interest expense. On January 1, 2022, Akamai adopted the new guidance for accounting for convertible instruments. This new guidance eliminated separate accounting for the equity portion, and thus the amortization of the debt discount that was recorded as interest expense. Prior to January 1, 2022, Akamai excluded this non-cash interest expense from its non-GAAP results because it was not representative of ongoing operating performance. After January 1, 2022, this interest expense is no longer included in or excluded from GAAP or non-GAAP results. Additionally, the issuance costs of the convertible senior notes are amortized to interest expense and are also excluded from Akamai's non-GAAP results because management believes the non-cash amortization expense is not representative of ongoing operating performance.

Gains and losses on investments – Akamai has recorded gains and losses from the disposition, changes to fair value and impairment of certain investments. Akamai believes excluding these amounts from its non-GAAP financial measures is useful to investors as the types of events giving rise to these gains and losses are not representative of Akamai's core business operations and ongoing operating performance.

Income and losses from equity method investment – Akamai records income or losses on its share of earnings and losses from its equity method investment. Akamai excludes such income and losses because it does not have direct control over the operations of the investment and the related income and losses are not representative of its core business operations.

Income tax effect of non-GAAP adjustments and certain discrete tax items – The non-GAAP adjustments described above are reported on a pre-tax basis. The income tax effect of non-GAAP adjustments is the difference between GAAP and non-GAAP income tax expense. Non-GAAP income tax expense is computed on non-GAAP pre-tax income (GAAP pre-tax income adjusted for non-GAAP adjustments) and excludes certain discrete tax items (such as recording or releasing of valuation allowances), if any. Akamai believes that applying the non-GAAP adjustments and their related income tax effect allows Akamai to highlight income attributable to its core operations.