

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): November 2, 2017

TREEHOUSE FOODS, INC.
(Exact Name of Registrant as Specified in Charter)

Commission File Number: 001-32504

Delaware
(State or Other Jurisdiction
of Incorporation)

2021 Spring Road
Suite 600
Oak Brook, IL
(Address of Principal Executive Offices)

20-2311383
(IRS Employer
Identification No.)

60523
(Zip Code)

Registrant's telephone number, including area code: (708) 483-1300

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 November 2, 2017, TreeHouse Foods, Inc. (NYSE: THS) issued a press release announcing its financial and operating results for the fiscal quarter ended September 30, 2017 and providing information relating to its previously announced webcast being held to discuss such results. A copy of this press release is furnished as Exhibit 99.1 to this report and is incorporated herein by reference.

Item 5.02. Departure of Directors or Certain Officers; Election of Directors; Appointment of Certain Officers; Compensatory Arrangements of Certain Officers.

On October 29, 2017, Robert B. Aiken, Jr. resigned as President and Chief Operating Officer of TreeHouse Foods, Inc. (the “Company”). Sam K. Reed, the Company’s Chairman of the Board and Chief Executive Officer, will assume the role of President effective immediately.

Item 7.01. Regulation FD Disclosure

On November 2, 2017, the Company announced that the Board of Directors adopted a stock repurchase program. The stock repurchase program authorizes the Company to repurchase up to \$400 million of the Company’s common stock at any time, or from time to time. Any repurchases under the program may be made by means of open market transactions, negotiated block transactions or otherwise, including pursuant to a repurchase plan administered in accordance with Rules 10b5-1 and 10b-18 under the Securities Exchange Act of 1934, as amended (the “Exchange Act”). On November 2, 2017 the Board authorized the Company to enter into an administered repurchase plan for \$50 million of the \$400 million in the next 12 months with the remaining amount to remain at the discretion of management. The Company will repurchase shares opportunistically with a total annual cap of \$150 million. The size and timing of any repurchases will depend on price, market and business conditions and other factors. A copy of the press release announcing the share repurchase program is furnished as Exhibit 99.2 to this report and is incorporated herein by reference.

The information in this Form 8-K under Item 2.02, Item 5.02, Item 7.01, Exhibit 99.1, Exhibit 99.2, and Exhibit 99.3 attached hereto shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as expressly set forth by specific referencing in such filing.

Section 9 – Financial Statements and Exhibits

Item 9.01. Other Events

(d) Exhibits:

Exhibit Number	Exhibit Description
99.1	Press Release dated November 2, 2017, announcing financial results for the fiscal quarter ended September 30, 2017
99.2	Press Release dated November 2, 2017, announcing the resignation of Robert B. Aiken, Jr.
99.3	Press Release dated November 2, 2017, announcing \$400 million share repurchase

SIGNATURES

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

TreeHouse Foods, Inc.

Date: November 2, 2017

By: /s/ Thomas E. O'Neill
Thomas E. O'Neill

General Counsel, Executive Vice President, Chief
Administrative Officer and officer duly authorized to sign
on behalf of the registrant



NEWS RELEASE

Contact: Investor Relations
708.483.1300 Ext 1331

**TreeHouse Foods, Inc. Reports Third Quarter 2017 Results, Revises Full Year Guidance and
Announces a \$400 Million Share Repurchase**

HIGHLIGHTS

- Third quarter 2017 earnings per fully diluted share decreased to \$0.50 compared to earnings of \$0.65 in 2016
- Third quarter 2017 adjusted earnings per fully diluted share was \$0.67, \$0.03 below third quarter 2016
- Third quarter 2017 net sales decreased 2.4% compared to the same period last year, more than explained by disposition-related decreases of 2.9%
- TreeHouse lowers full year guidance and issues fourth quarter earnings per fully diluted share guidance of \$0.91 to \$1.01
- TreeHouse announces \$400 million share repurchase authorization representing approximately 10% of shares outstanding

Oak Brook, IL, November 2, 2017 — TreeHouse Foods, Inc. (NYSE: THS) today reported third quarter GAAP earnings per fully diluted share of \$0.50 compared to GAAP earnings of \$0.65 reported for the third quarter of 2016. The Company reported adjusted earnings per fully diluted share ¹ for the third quarter of \$0.67 compared to adjusted earnings of \$0.70 for the third quarter of 2016.

“We are disappointed that third quarter results came in below our expectations. Aggregate sales were relatively flat excluding the soup divestiture and operations struggled as we faced further unanticipated volume pressure, increased manufacturing complexity, and retail bid pricing compression in several segments. While our actions around TreeHouse 2020 are progressing according to schedule, we believe it is necessary to take incremental steps to improve our competitive position, including enhancing our revenue and margin management capabilities and a comprehensive review of selling, general, and administrative costs,” said Sam K. Reed, Chairman and Chief Executive Officer.

“Despite the challenges, we continue to generate strong cash flow and today are pleased to announce a \$400 million share repurchase program,” Mr. Reed continued.

Matthew Foulston, Chief Financial Officer of TreeHouse, continued, “In the third quarter, continued weakness in our operating earnings was only partially offset by greater expense control, reduced variable incentive compensation, and favorable taxes. We must intensely focus the company on a back-to-basics strategy that improves our cost structure, enhances service levels, and advances our commercialization capabilities.”

¹ Adjusted earnings per fully diluted share is a Non-GAAP financial measure. See “Comparison of Adjusted Information to GAAP Information” below for the definition of adjusted earnings per fully diluted share, information concerning certain items affecting comparability, and a reconciliation of adjusted earnings per fully diluted share to earnings per fully diluted share, the most comparable GAAP financial measure.

The Company remains on track for Phase 1 of its TreeHouse 2020 restructuring program, which consists of the closure of two manufacturing facilities and the downsizing of another. In addition, TreeHouse continues to respond to market and business weakness by taking the following actions: First, the Company is assessing and providing support toward improving the Company's revenue and margin management capabilities, with the goal of restoring balance in its strategic customer relationships; Second, TreeHouse is assessing all selling, general, and administrative expenses across functions, business units, and geographies to identify significant incremental savings by the end of 2018. These savings are targeted to be incremental to the TreeHouse 2020 goals and will be discussed on the fourth quarter earnings call in February 2018.

In a separate release today, the Company announced its Board of Directors has approved a \$400 million share repurchase program, which represents approximately 10% of the shares outstanding and the repurchase program may be suspended or discontinued at any time.

OUTLOOK

"As we approach the end of the year, we are lowering our 2017 adjusted earnings per fully diluted share estimate to a range of \$2.70 to \$2.80, with fourth quarter results in the range of \$0.91 to \$1.01," Mr. Reed continued. "We remain as committed as ever to long-term growth, business simplification, and our private label strategy. As retailers step up their efforts to build their private label presence, we continue to believe we are well positioned to provide the greatest combination of choice and value for our customers and their consumers. However, we have a great deal of work to do internally in order to improve our margin structure and cost to serve."

"While reported earnings have struggled, we have maintained strong positive free cash flow ² of \$142.3 million through the third quarter of 2017 and have paid down approximately \$300 million of net debt since the third quarter of 2016. We anticipate continued debt reduction through the remainder of the year, net of TreeHouse 2020 and expected capital expenditures. We remain confident in our long term strategy and the cash generating capability of the business, and are committed to delivering shareholder value over time," Mr. Reed concluded.

Because the Company cannot predict some of the key items impacting reported GAAP results, such as the impact of foreign exchange, the fourth quarter forecast for both GAAP and adjusted earnings is the same. With regard to the full year, TreeHouse provided a GAAP earnings per fully diluted share guidance range of \$1.31 to \$1.41. The difference between the full year GAAP and adjusted (Non-GAAP) guidance ranges is related to the impact of adjusting for the items noted in the earnings per share reconciliation table for the nine months ended September 30, 2017, equating to \$1.39 per fully diluted share.

FINANCIAL RESULTS

Net sales for the third quarter of 2017 totaled \$1.5 billion compared to \$1.6 billion for the same period last year, a decrease of 2.4%. The change in net sales from 2016 to 2017 was due to the following:

	Three Months (unaudited)	Nine Months (unaudited)
Volume/mix	0.1%	0.1%
Pricing	0.1	(0.3)
Product recalls	0.1	0.3
Acquisition/divestiture	(2.9)	4.6
Foreign currency	0.2	0.1
Total change in net sales	(2.4)%	4.8%

The change in net sales was more than explained by the divestiture of the canned soup and infant feeding business ("SIF") which contributed 2.9% to the year-over-year decline. Volume/mix, pricing, and foreign exchange were slightly favorable compared to the prior year, partially offsetting the decline from the divestiture. Included in net sales was a \$1.7 million product recall reimbursement, compared to a \$0.1 million impact in the prior period, that contributed an increase of 0.1% to net sales year-over-year.

Gross profit as a percentage of net sales was 16.8% in the third quarter of 2017, compared to 18.0% in the third quarter of 2016. Included in cost of sales in the third quarter of 2017 was \$1.5 million related to product recall reimbursement compared to expense of \$0.2 million in the third quarter of 2016. Also included in cost of sales was \$10.2 million of restructuring and margin improvement activities in the third quarter of 2017 compared to \$1.0 million in the prior year. These transactions, coupled with the product recall

² Free cash flow is a Non-GAAP financial measure. See "Comparison of Adjusted Information to GAAP Information" below for the definition of Free cash flow and a reconciliation of Free cash flow to cash provided by operating activities, the most comparable GAAP measure

reimbursement outlined above, lowered gross profit as a percentage of net sales by 0.5% in the third quarter of 2017 and 0.1% in the third quarter of 2016. The remaining 0.8% decrease in gross profit as a percentage of net sales was primarily due to higher operating costs, higher commodity costs, and unfavorable mix, partially offset by a reduction in variable incentive compensation and depreciation.

Operating expenses decreased \$5.7 million, or 2.7%, in the third quarter of 2017 compared to the third quarter of 2016. Operating expenses as a percentage of net sales remained flat year-over-year at 13.1%. Included in operating expenses in the third quarter of 2017 was \$4.0 million of acquisition, integration, divestiture, and related costs and \$10.5 million of restructuring and margin improvement activities compared to \$4.5 million and \$4.9 million, respectively, in the third quarter of 2016. These charges increased operating expenses as a percentage of net sales 1.0% in the third quarter of 2017 compared to 0.6% in the third quarter of 2016. Excluding the aforementioned items, operating expense as a percentage of net sales decreased 0.4% compared to the prior year mostly related to a reduction in variable incentive compensation.

Total other expenses, which includes interest expense, interest income, gain on foreign currency exchange, and other (income) expense, net increased \$2.7 million compared to the third quarter of 2016 primarily due to lower gains from hedging activities, partially offset by favorable fluctuations between the U.S. and Canadian dollar during the respective periods.

Income tax expense of \$1.3 million was recorded in the third quarter of 2017 compared to expense of \$15.2 million for the same period of 2016. The effective tax rate was 4.3% for the third quarter of 2017 compared to 28.9% for third quarter of 2016. The change in the effective tax rate is primarily a result of the income tax benefit from the release of reserves for unrecognized tax benefits due to the lapse of statutes and a benefit from foreign tax credits on a year-over-year basis. The Company's effective tax rate may change from period to period based on recurring and non-recurring factors including the jurisdictional mix of earnings, enacted tax legislation, state income taxes, settlement of tax audits, and the expiration of the statute of limitations in relation to unrecognized tax benefits.

Net income for the third quarter of 2017 was \$28.8 million, compared to net income of \$37.4 million for the same period of the previous year. Adjusted EBITDAS ³ was \$148.0 million in the third quarter of 2017, a 12.7% decrease compared to the third quarter of 2016. The decrease in adjusted EBITDAS was primarily due to higher operating costs, higher commodity costs, and unfavorable mix, partially offset by a reduction in variable incentive compensation.

The Company's third quarter 2017 results included six items noted below that, in management's judgment, affect the assessment of earnings.

RECONCILIATION OF DILUTED EARNINGS PER SHARE TO ADJUSTED DILUTED EARNINGS PER SHARE

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	(unaudited)		(unaudited)	
Diluted earnings per share per GAAP	\$ 0.50	\$ 0.65	\$ 0.40	\$ 0.95
Restructuring and margin improvement activities	0.35	0.10	0.68	0.23
Acquisition, integration, divestiture, and related costs	0.07	0.08	1.71	0.90
Mark-to-market adjustments	(0.03)	(0.12)	0.01	(0.07)
Product recall (reimbursement) costs	(0.06)	-	(0.15)	0.27
Foreign currency (gain) loss on re-measurement of intercompany notes	(0.07)	0.02	(0.13)	(0.09)
Taxes on adjusting items	(0.09)	(0.03)	(0.73)	(0.39)
Adjusted diluted EPS	\$ 0.67	\$ 0.70	\$ 1.79	\$ 1.80

³ Adjusted EBITDAS is a Non-GAAP financial measure. See "Comparison of Adjusted Information to GAAP Information" below for the definition of Adjusted EBITDAS, information concerning certain items affecting comparability, and a reconciliation of Adjusted EBITDAS to net income, the most comparable GAAP measure.

SEGMENT RESULTS

Baked Goods

Segment Metrics

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	(unaudited)		(unaudited)	
Net sales	\$ 351.2	\$ 329.4	\$ 1,016.6	\$ 871.8
Direct operating income	46.9	33.8	121.3	97.4
Direct operating income percent	13.4%	10.3%	11.9%	11.2%

Change in Net Sales from Prior Year

Volume/mix	6.6%	1.1%
Pricing	(0.2)	(0.7)
Acquisition/divestiture	—	16.1
Foreign currency	0.2	0.1
Total change in net sales	6.6%	16.6%

The change in net sales in the Baked Goods segment in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to favorable volume/mix from increased distribution predominantly in the cracker and cookie categories, partially offset by unfavorable pricing from competitive pressure. The change in direct operating income margin in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to higher volume, lower commodity (flour, sugar, and eggs) and operating costs, and lower selling, general, and administrative expenses.

Beverages

Segment Metrics

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	(unaudited)		(unaudited)	
Net sales	\$ 244.9	\$ 234.9	\$ 759.1	\$ 672.7
Direct operating income	51.7	63.8	170.7	175.6
Direct operating income percent	21.1%	27.2%	22.5%	26.1%

Change in Net Sales from Prior Year

Volume/mix	6.0%	14.9%
Pricing	(1.7)	(1.7)
Acquisition/divestiture	—	(0.4)
Total change in net sales	4.3%	12.8%

The change in net sales in the Beverages segment in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to favorable volume/mix from increased distribution, principally in the single serve beverages, creamer, broth, and liquid beverages categories, partially offset by unfavorable pricing from competitive pressure. The change in direct operating income margin in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to higher operating costs, lower pricing, higher freight, and unfavorable commodity costs (oils), partially offset by lower selling, general, and administrative expenses.

CondimentsSegment Metrics

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	(unaudited)		(unaudited)	
Net sales	\$ 333.8	\$ 322.9	\$ 988.8	\$ 959.0
Direct operating income	34.4	38.0	102.2	115.0
Direct operating income percent	10.3%	11.8%	10.3%	12.0%

Change in Net Sales from Prior Year

Volume/mix	1.7%	0.7%
Pricing	1.0	0.1
Acquisition/divestiture	—	2.1
Foreign currency	0.7	0.2
Total change in net sales	3.4%	3.1%

The change in net sales in the Condiments segment in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to favorable volume/mix from increased distribution, predominantly in the pickles, dressings, cheese, and salsa categories, favorable pricing, and favorable foreign currency exchange rates. The change in direct operating income margin in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to improved volume and price more than offset by higher commodity costs (soy bean oil and dairy) and higher operating costs, partially offset by lower selling, general, and administrative expenses.

MealsSegment Metrics

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	(unaudited)		(unaudited)	
Net sales	\$ 284.6	\$ 347.9	\$ 897.0	\$ 937.3
Direct operating income	32.1	33.1	99.9	88.9
Direct operating income percent	11.3%	9.5%	11.1%	9.5%

Change in Net Sales from Prior Year

Volume/mix	(4.2)%	(2.6)%
Pricing	(0.9)	(1.3)
Acquisition/divestiture	(13.1)	(0.4)
Total change in net sales	(18.2)%	(4.3)%

The change in net sales in the Meals segment in the third quarter of 2017 compared to the third quarter of 2016 was more than explained by the divestiture of the SIF business, unfavorable volume/mix from competitive pressure (principally in the ready-to-eat cereal category), and unfavorable pricing from competitive pressure. The change in direct operating income margin in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to lower costs related to the SIF divestiture and favorable depreciation, partially offset by higher operating costs.

Snacks

Segment Metrics

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	(unaudited)		(unaudited)	
Net sales	\$ 332.6	\$ 351.7	\$ 940.2	\$ 967.5
Direct operating income	1.8	18.5	24.4	47.3
Direct operating income percent	0.5%	5.3%	2.6%	4.9%

Change in Net Sales from Prior Year

Volume/mix	(7.1)%	(9.2)%
Pricing	1.7	1.5
Acquisition/divestiture		4.9
Total change in net sales	(5.4)%	(2.8)%

The change in net sales in the Snacks segment in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to unfavorable volume/mix from soft consumer trends and the exit of low margin co-pack business, partially offset by favorable pricing from commodity-based price increases. The change in direct operating income margin in the third quarter of 2017 compared to the third quarter of 2016 was primarily due to higher commodity costs (predominantly in cashews), unfavorable mix, and higher operating costs, partially offset by lower selling, general, and administrative expenses.

COMPARISON OF ADJUSTED INFORMATION TO GAAP INFORMATION

We have included in this release measures of financial performance that are not defined by GAAP ("Non-GAAP"). A Non-GAAP financial measure is a numerical measure of financial performance that excludes or includes amounts so as to be different than the most directly comparable measure calculated and presented in accordance with GAAP in the Company's Condensed Consolidated Balance Sheets, Condensed Consolidated Statements of Operations, Condensed Consolidated Statements of Comprehensive Income, and the Condensed Consolidated Statements of Cash Flows. We believe these measures provide useful information to the users of the financial statements as we also have included these measures in other communications and publications.

For each of these Non-GAAP financial measures, we provide a reconciliation between the Non-GAAP measure and the most directly comparable GAAP measure, an explanation of why management believes the Non-GAAP measure provides useful information to financial statement users, and any additional purposes for which management uses the Non-GAAP measure. This Non-GAAP financial information is provided as additional information for the financial statement users and is not in accordance with, or an alternative to, GAAP. These Non-GAAP measures may be different from similar measures used by other companies.

Adjusted Earnings Per Fully Diluted Share, Adjusting for Certain Items Affecting Comparability

Adjusted earnings per fully diluted share ("Adjusted Diluted EPS") reflects adjustments to GAAP earnings per fully diluted share to identify items that, in management's judgment, significantly affect the assessment of earnings results between periods. This information is provided in order to allow investors to make meaningful comparisons of the Company's earnings performance between periods and to view the Company's business from the same perspective as Company management. This measure is also used as a component of the Board of Director's measurement of the Company's performance for incentive compensation purposes. As the Company cannot predict the timing and amount of charges that include, but are not limited to, items such as acquisition, integration, divestiture, and related costs, mark-to-market adjustments on derivative contracts, and foreign currency exchange impact on the re-measurement of intercompany notes, management does not consider these costs when evaluating the Company's performance, when making decisions regarding the allocation of resources, in determining incentive compensation, or in determining earnings estimates. The reconciliation of adjusted diluted EPS, excluding certain items affecting comparability, to the relevant GAAP measure of diluted EPS as presented in the Consolidated Statements of Operations, is presented above.

Adjusted Net Income and Adjusted EBITDAS, Adjusting for Certain Items Affecting Comparability

Adjusted net income represents GAAP net income as reported in the Condensed Consolidated Statements of Operations adjusted for items that, in management's judgment, significantly affect the assessment of earnings results between periods as outlined in the adjusted diluted EPS section above. This information is provided in order to allow investors to make meaningful comparisons of the Company's earnings performance between periods and to view the Company's business from the same perspective as Company management. This measure is also used as a component of the Board of Director's measurement of the Company's performance for incentive compensation purposes and is the basis of calculating the adjusted diluted EPS metric outlined above.

Adjusted EBITDAS represents adjusted net income before interest expense, interest income, income tax expense, depreciation and amortization expense, and non-cash stock-based compensation expense. Adjusted EBITDAS is a performance measure commonly used by management to assess operating performance, and the Company believes it is commonly reported and widely used by investors and other interested parties as a measure of a company's operating performance between periods.

A full reconciliation between the relevant GAAP measure of reported net income for the three and nine month periods ended September 30, 2017 and 2016 calculated according to GAAP, adjusted net income, and adjusted EBITDAS is presented in the attached tables. Given the inherent uncertainty regarding adjusted items in any future period, a reconciliation of forward-looking financial measures to the most directly comparable GAAP measure is not feasible.

Free Cash Flow

In addition to measuring our cash flow generation and usage based upon the operating, investing, and financing classifications included in the Condensed Consolidated Statements of Cash Flows, we also measure free cash flow which represents net cash provided by operating activities less capital expenditures. We believe free cash flow is an important measure of operating performance because it provides management and investors a measure of cash generated from operations that is available for mandatory payment obligations and investment opportunities such as funding acquisitions, repaying debt, and repurchasing our common stock. A reconciliation between the relevant GAAP measure of cash provided by operating activities for the nine months ended September 30, 2017 calculated according to GAAP and free cash flow is presented in the attached tables.

CONFERENCE CALL WEBCAST

A webcast to discuss the Company's third quarter earnings and its outlook will be held at 8:30 a.m. (Eastern Time) today. The live audio webcast and a supporting slide deck will be available on the Company's website at <http://www.treehousefoods.com/investor-relations>.

ABOUT TREEHOUSE FOODS

TreeHouse Foods, Inc. is a manufacturer of packaged foods and beverages with a network of manufacturing facilities across the United States, Canada, and Italy that focuses primarily on private label products for both retail grocery and food away from home customers. We manufacture shelf stable, refrigerated, frozen and fresh products, including beverages (single serve beverages, coffees, teas, creamers, powdered beverages, and smoothies); meals (cereal, pasta, macaroni and cheese, and side dishes); baked goods (refrigerated and frozen dough, cookies, and crackers); condiments (pourable and spoonable dressing, dips, pickles, and sauces) and snacks (nuts, trail mix, bars, dried fruits, and vegetables). We have a comprehensive offering of packaging formats and flavor profiles, and we also offer natural, organic, and preservative free ingredients in many categories. Our strategy is to be the leading supplier of private label food and beverage products by providing the best balance of quality and cost to our customers.

Additional information, including TreeHouse's most recent statements on Forms 10-Q and 10-K, may be found at TreeHouse's website, <http://www.treehousefoods.com>.

FORWARD-LOOKING STATEMENTS

This press release contains "forward-looking" statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements and other information are based on our beliefs, as well as assumptions made by us, using information currently available. The words "anticipate," "believe," "estimate," "project," "expect," "intend," "plan," "should," and similar expressions, as they relate to us, are intended to identify forward-looking statements. Such statements reflect our current views with respect to future events and are subject to certain risks, uncertainties, and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described herein as anticipated, believed, estimated, expected, or intended. We do not intend to update these forward-looking statements following the date of this press release.

Such forward-looking statements, because they relate to future events, are by their very nature subject to many important factors that could cause actual results to differ materially from those contemplated by the forward-looking statements contained in this press release and other public statements we make. Such factors include, but are not limited to: our level of indebtedness and related obligations; disruptions in the financial markets; interest rates; changes in foreign currency exchange rates; customer consolidation; raw material and commodity costs; competition; integration of the Private Brands acquisition and our ability to continue to make acquisitions in accordance with our business strategy or effectively manage the growth from acquisitions; changes and developments affecting our industry, including customer preferences; the outcome of litigation and regulatory proceedings to which we may be a party; product recalls; changes in laws and regulations; and other risks that are set forth in the Risk Factors section, the Legal Proceedings section, the Management's Discussion and Analysis of Financial Condition and Results of Operations section, and other sections of our Annual Report on Form 10-K for the year ended December 31, 2016, and from time to time in our filings with the Securities and Exchange Commission. You are cautioned not to unduly rely on such forward-looking statements, which speak only as of the date made when evaluating the information presented in this press release. TreeHouse expressly disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statement contained herein, to reflect any change in its expectations with regard thereto, or any other change in events, conditions or circumstances on which any statement is based.

TREEHOUSE FOODS, INC.
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(In millions, except per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2017	2016	2017	2016
	(Unaudited)		(Unaudited)	
Net sales	\$ 1,548.8	\$ 1,586.9	\$ 4,607.2	\$ 4,398.5
Cost of sales	1,288.7	1,301.3	3,783.8	3,622.5
Gross profit	260.1	285.6	823.4	776.0
Operating expenses:				
Selling and distribution	95.6	102.2	295.0	292.0
General and administrative	67.1	71.9	229.3	244.6
Amortization expense	28.5	28.6	85.8	80.9
Other operating expense, net	11.1	5.3	111.9	10.3
Total operating expenses	202.3	208.0	722.0	627.8
Operating income	57.8	77.6	101.4	148.2
Other expense:				
Interest expense	31.4	30.8	92.9	88.0
Interest income	(0.4)	(0.1)	(3.5)	(3.5)
Gain on foreign currency exchange	(2.5)	(1.1)	(2.8)	(6.0)
Other (income) expense, net	(0.8)	(4.6)	1.0	(0.3)
Total other expense	27.7	25.0	87.6	78.2
Income before income taxes	30.1	52.6	13.8	70.0
Income taxes	1.3	15.2	(9.0)	16.8
Net income	\$ 28.8	\$ 37.4	\$ 22.8	\$ 53.2
Net earnings per common share:				
Basic	\$ 0.50	\$ 0.66	\$ 0.40	\$ 0.96
Diluted	\$ 0.50	\$ 0.65	\$ 0.40	\$ 0.95
Weighted average common shares:				
Basic	57.3	56.8	57.1	55.4
Diluted	57.7	57.6	57.7	56.2
Supplemental Information:				
Depreciation and amortization	\$ 74.2	\$ 75.3	\$ 213.2	\$ 208.1
Stock-based compensation expense, before tax	6.6	8.5	25.2	22.8

The following table reconciles the Company's net income to adjusted net income and adjusted EBITDAS for the three and nine months ended September 30, 2017 and 2016:

TREEHOUSE FOODS, INC.
RECONCILIATION OF NET INCOME TO ADJUSTED NET INCOME AND ADJUSTED EBITDAS
(In millions)

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2017	2016	2017	2016
		(unaudited in millions)			
Net income per GAAP		\$ 28.8	\$ 37.4	\$ 22.8	\$ 53.2
Product recall (reimbursement) costs	(1)	(3.2)	0.1	(8.4)	15.3
Foreign currency (gain) loss on re-measurement of intercompany notes	(2)	(4.2)	1.4	(7.6)	(5.2)
Mark-to-market adjustments	(3)	(1.9)	(6.8)	0.6	(3.9)
Acquisition, integration, divestiture, and related costs	(4)	3.8	4.5	98.5	50.6
Restructuring and margin improvement activities	(5)	20.7	5.9	39.5	12.9
Less: Taxes on adjusting items		(5.1)	(1.9)	(42.0)	(22.2)
Adjusted net income		38.9	40.6	103.4	100.7
Interest expense		31.4	30.8	92.9	88.0
Interest income		(0.4)	(0.1)	(3.5)	(3.5)
Income taxes		1.3	15.2	(9.0)	16.8
Depreciation and amortization	(6)	65.1	73.0	199.6	203.3
Stock-based compensation expense	(7)	6.6	8.2	25.2	22.2
Add: Taxes on adjusting items		5.1	1.9	42.0	22.2
Adjusted EBITDAS		\$ 148.0	\$ 169.6	\$ 450.6	\$ 449.7

		Three Months Ended September 30,		Nine Months Ended September 30,	
		2017	2016	2017	2016
		(unaudited in millions)			
(1)	Product recall (reimbursement) costs	\$	(1.7)	\$	(0.1)
	Net sales		(0.1)		(5.4)
(2)	Foreign currency (gain) loss on re-measurement of intercompany notes		(1.5)		0.2
	Cost of sales		(1.5)		(3.0)
(3)	Mark-to-market adjustments		(4.2)		1.4
	Gain on foreign currency exchange		(4.2)		(7.6)
(4)	Acquisition, integration, divestiture, and related costs		(1.9)		0.6
	Other (income) expense, net		(1.9)		(6.8)
(5)	Restructuring and margin improvement activities		3.4		4.5
	General and administrative		3.4		12.7
(6)	Depreciation and amortization included as an adjusting item		0.6		85.8
	Other operating expense, net		0.6		—
(7)	Stock-based compensation expense included in acquisition, integration, divestiture, and related costs		(0.2)		—
	Other (income) expense, net		(0.2)		0.1
(8)	Cost of sales		—		8.5
	Other operating expense, net		10.5		4.9
(9)	Cost of sales		10.2		13.5
	Other operating expense, net		9.1		2.3
(10)	General and administrative		—		0.3
	General and administrative		—		0.3

TREEHOUSE FOODS, INC.
RECONCILIATION OF NET CASH PROVIDED BY OPERATING ACTIVITIES TO FREE CASH FLOW
(In millions)

Free Cash Flow	Nine Months Ended September 30,	
	2017	2016
	(In millions)	
Cash flow provided by operating activities	\$ 263.4	\$ 298.4
Less: Capital expenditures	(121.1)	(142.8)
Free cash flow	\$ 142.3	\$ 155.6



NEWS RELEASE

Contact: Investor Relations
708.483.1300 Ext 1331

Robert B. Aiken Resigns as President of TreeHouse Foods;**Company To Initiate Chief Executive Officer Search**

Oak Brook, IL, November 2, 2017 -- TreeHouse Foods, Inc. (NYSE: THS) announced today that Robert B. Aiken resigned as President on October 29, 2017. TreeHouse Chairman and Chief Executive Officer Sam K. Reed will assume the role of President.

"We are disappointed by Bob's decision and his resulting departure and wish him well in his future endeavors," said Mr. Reed. "I look forward to working with our strong and capable leadership team and our active Board of Directors to continue driving the business forward."

"As we initiate our search for a replacement, we will pursue a Chief Executive Officer with the involvement of both our Board of Directors and our senior leadership team," Mr. Reed continued. "Private label is of great and growing importance for our customers, and our fundamental vision and strategy remain constant. We have strong leadership and a clear path forward, and we are committed to finding the right candidate to lead us on that journey. Our commitment to TreeHouse 2020 is unwavering, and we will take the steps necessary to improve the foundation of our TreeHouse."

As part of the Board approved search process, the Company will retain a leading executive search firm to identify CEO candidates.

ABOUT TREEHOUSE FOODS

TreeHouse Foods, Inc. is a manufacturer of packaged foods and beverages with more than 50 manufacturing facilities across the United States, Canada and Italy that focuses primarily on private label products for both retail grocery and food away from home customers. We manufacture shelf stable, refrigerated, frozen and fresh products, including beverages and beverage enhancers (single serve beverages, coffees, teas, creamers, powdered beverages and smoothies); meals (cereal, pasta, macaroni and cheese and side dishes); retail bakery (refrigerated and frozen dough, cookies and crackers); condiments (pourable and spoonable dressing, dips, pickles, soups and sauces) and healthy snacks (nuts, trail mix, bars, dried fruits and vegetables). We have a comprehensive offering of packaging formats and flavor profiles, and we also offer natural, organic and preservative free ingredients in many categories. Our strategy is to be the leading supplier of private label food and beverage products by providing the best balance of quality and cost to our customers.

Additional information, including TreeHouse's most recent statements on Forms 10-Q and 10-K, may be found at TreeHouse's website, <http://www.treehousefoods.com>.

**NEWS RELEASE**

Contact: Investor Relations
708.483.1300 Ext 1331

**TreeHouse Foods, Inc. Announces \$400 Million
Share Repurchase Authorization**

OAK BROOK, Ill. (November 2, 2017) – TreeHouse Foods, Inc. (NYSE: THS) announced today that its Board of Directors has approved a \$400 million share repurchase authorization. The new share repurchase program represents approximately 10% of the Company's shares outstanding. On November 2, 2017 the Board authorized the Company to enter into an administered repurchase plan for \$50 million of the \$400 million in the next 12 months, with the remainder to be repurchased at management's discretion. The Company will repurchase shares opportunistically with a total annual cap of \$150 million. The authorization is open ended and the Company can begin repurchasing shares on November 6, 2017.

"Today's announcement indicates our Board's confidence in the strength of our balance sheet and our robust cash generating capability," said Sam K. Reed, Chairman & CEO. "It is also a reflection of our belief in our ability to deliver the TreeHouse 2020 margin objectives, as well as our continued commitment to provide value for our shareholders."

TreeHouse plans to implement a 10b5-1 program in order to repurchase shares required to offset the dilutive impact on earnings from equity-based compensation. In addition, shares will be repurchased in the open market, through private purchases, or otherwise and will be held as treasury stock. The extent to which TreeHouse repurchases its shares and the timing of such repurchase will depend on market conditions and other factors.

ABOUT TREEHOUSE FOODS

TreeHouse Foods, Inc. is a manufacturer of packaged foods and beverages with more than 50 manufacturing facilities across the United States, Canada and Italy that focuses primarily on private label products for both retail grocery and food away from home customers. We manufacture shelf stable, refrigerated, frozen and fresh products, including beverages and beverage enhancers (single serve beverages, coffees, teas, creamers, powdered beverages and smoothies); meals (cereal, pasta, macaroni and cheese and side dishes); retail bakery (refrigerated and frozen dough, cookies and crackers); condiments (pourable and spoonable dressing, dips, pickles, sauces and aseptic soups and broths) and healthy snacks (nuts, trail mix, bars, dried fruits and vegetables). We have a comprehensive offering of packaging formats and flavor profiles, and we also offer natural, organic and preservative free ingredients in many categories. Our strategy is to be the leading supplier of private label food and beverage products by providing the best balance of quality and cost to our customers. Additional information, including TreeHouse's most recent statements on Forms 10-Q and 10-K, may be found at TreeHouse's website, <http://www.treehousefoods.com>.

FORWARD-LOOKING STATEMENTS

This press release contains “forward-looking” statements within the meaning of the Private Securities Litigation Reform Act of 1995. These forward-looking statements and other information are based on our beliefs as well as assumptions made by us using information currently available. The words “anticipate,” “believe,” “estimate,” “project,” “expect,” “intend,” “plan,” “should,” and similar expressions, as they relate to us, are intended to identify forward-looking statements. Such statements reflect our current views with respect to future events and are subject to certain risks, uncertainties, and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove incorrect, actual results may vary materially from those described herein as anticipated, believed, estimated, expected, or intended. We do not intend to update these forward-looking statements following the date of this press release.

Such forward-looking statements, because they relate to future events, are by their very nature subject to many important factors that could cause actual results to differ materially from those contemplated by the forward-looking statements contained in this press release and other public statements we make. Such factors include, but are not limited to: the outcome of litigation and regulatory proceedings to which we may be a party; the impact of product recalls; actions of competitors; changes and developments affecting our industry; quarterly or cyclical variations in financial results; our ability to obtain suitable pricing for our products; development of new products and services; our level of indebtedness; the availability of financing on commercially reasonable terms; cost of borrowing; our ability to maintain and improve cost efficiency of operations; changes in foreign currency exchange rates; interest rates; raw material and commodity costs; changes in economic conditions; political conditions; reliance on third parties for manufacturing of products and provision of services; general U.S. and global economic conditions; the financial condition of our customers and suppliers; consolidations in the retail grocery and foodservice industries; our ability to continue to make acquisitions in accordance with our business strategy or effectively manage the growth from acquisitions; and other risks that are set forth in the Risk Factors section, the Legal Proceedings section, the Management’s Discussion and Analysis of Financial Condition and Results of Operations section, and other sections of our Quarterly Report on Form 10-Q for the three and nine months ended September 30, 2017, our Annual Report on Form 10-K for the year ended December 31, 2016, and from time to time in our filings with the Securities and Exchange Commission. You are cautioned not to unduly rely on such forward-looking statements, which speak only as of the date made when evaluating the information presented in this press release. TreeHouse expressly disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statement contained herein, to reflect any change in its expectations with regard thereto, or any other change in events, conditions or circumstances on which any statement is based.