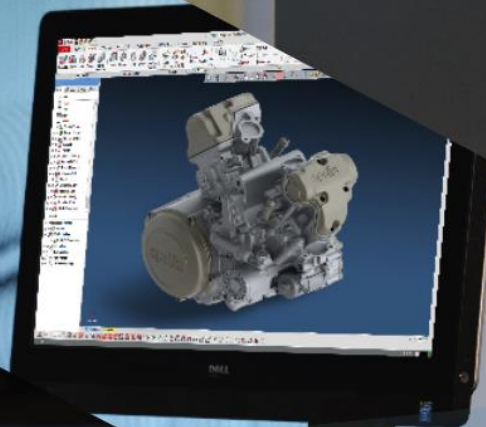




Second Quarter 2018

August 7, 2018



Welcome and Participants

- **Vyomesh Joshi**
 - President & Chief Executive Officer
- **John McMullen**
 - Executive Vice President & Chief Financial Officer
- **Patrick Rogers**
 - Assistant General Counsel
- **Stacey Witten**
 - Vice President, IR and FP&A

To participate via phone,
please dial:

In the US:
1-877-407-8291

Outside the US:
1-201-689-8345

Forward Looking Statements

This presentation contains certain statements that are not statements of historical or current facts are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements include statements concerning plans, objectives, goals, strategies, expectations, intentions, projections, developments, future events, performance or products, underlying assumptions, and other statements which are other than statements of historical facts. In some cases, you can identify forward-looking statements by terms such as “believes,” “beliefs,” “may,” “will,” “should,” “expects,” “intends,” “plans,” “anticipates,” “estimates,” “predicts,” “projects,” “potential,” “continue,” and other similar terminology or the negative of these terms. From time to time, we may publish or otherwise make available forward-looking statements of this nature. All such forward-looking statements, whether written or oral, and whether made by us or on our behalf, are expressly qualified by the cautionary statements described on this message including those set forth below.

Forward-looking statements are based upon management’s beliefs, assumptions and current expectations concerning future events and trends, using information currently available, and are necessarily subject to uncertainties, many of which are outside our control. In addition, we undertake no obligation to update or revise any forward-looking statements made by us or on our behalf, whether as a result of future developments, subsequent events or circumstances, or otherwise, or to reflect the occurrence or likelihood of unanticipated events, and we disclaim any such obligation.

Forward-looking statements are only predictions that relate to future events or our future performance and are subject to known and unknown risks, uncertainties, assumptions, and other factors, many of which are beyond our control, that may cause actual results, outcomes, levels of activity, performance, developments, or achievements to be materially different from any future results, outcomes, levels of activity, performance, developments, or achievements expressed, anticipated, or implied by these forward-looking statements. Although we believe that the expectations reflected in the forward-looking statements are reasonable, forward-looking statements are not, and should not be relied upon as a guarantee of future performance or results, nor will they necessarily prove to be accurate indications of the times at or by which any such performance or results will be achieved. 3D System’s actual results could differ materially from those stated or implied in forward-looking statements. Past performance is not necessarily indicative of future results. We do not undertake any obligation to and do not intend to update any forward-looking statements whether as a result of future developments, subsequent events or circumstances or otherwise.

Further, we encourage you to review “Risk Factors” in Part 1 of our Annual Report on Form 10-K and Part II of our quarterly reports on Form 10-Q filed with the SEC as well as other information about us in our filings with the SEC. These are available at www.SEC.gov.



Vyomesh Joshi (VJ)

President & Chief Executive Officer

Execution and Progress

- We believe we are turning the corner in the transformation of the company and are seeing early returns on our investments
- We have made significant progress to drive growth and improve execution worldwide
- We improved Net Promoter Score (NPS) another 10 points, increased customer satisfaction scores and improved customer loyalty measures
- Our go-to-market strategy is more effective with better sales motions and enhanced sales tools based on meeting customer needs
- We have the broadest portfolio in the industry and multiple sales channels to meet the needs of a wide range of customers and the broad market opportunity

New Product Update

- In Q2, we began shipping the FabPro 1000, industrial desktop printer and the ProX SLS 6100 with the widest range of materials
- In Q2, we also began shipping the MJP 2500 IC, designed for investment casting and foundry applications, within the U.S. with plans for global roll out later this year
- Last week, shipped the award winning Next Dent 5100 and related wide range of dental materials
- Beginning to ship Figure 4 stand-alone printer, which delivers faster time to part than competitive systems
- The previously discussed Fortune 50 beta user for a large scale production Figure 4 system converted to a sale in Q2 2018
- Throughout the remainder of 2018, we expect to start shipping modular Figure 4 systems, as well as the DMP 350 and large frame DMP 500 systems

Second Quarter Results Overview

In the second quarter of 2018:

- Revenue increased 11% to \$176.6 million
- Strong growth printer revenue growth of 41% on 37% unit growth
- Growth in printers revenue and units, materials, on demand manufacturing and healthcare solutions
- GAAP gross profit margin of 48.8% and non-GAAP gross profit margin of 48.9%
- Continuing to make investments we believe are critical for success while at the same time improving cost structure over the long term
- GAAP loss of \$0.08 per share and non-GAAP earnings of \$0.06 per share



John McMullen

Executive Vice President & Chief Financial Officer

GAAP Operating Results

<i>(in millions, except per share amounts)</i>	Second Quarter			Six Months Ended		
	2018	2017	Y/Y Change	2018	2017	Y/Y Change
Revenue	\$ 176.6	\$ 159.5	11%	\$ 342.4	\$ 315.9	8%
Gross Profit	86.2	80.7	7%	\$ 164.0	\$ 160.9	2%
<i>Gross Profit Margin</i>	48.8%	50.6%	(179) bps	47.9%	50.9%	(302) bps
SG&A	71.2	63.1	13%	\$ 140.6	\$ 129.5	9%
R&D	22.7	24.4	(7)%	\$ 48.6	\$ 47.3	3%
Operating Expenses	93.9	87.5	7%	\$ 189.2	\$ 176.8	7%
<i>% of Revenue</i>	53.2%	54.9%		55.3%	56.0%	
Operating Loss	(7.7)	(6.9)	(13)%	\$ (25.2)	\$ (15.9)	(58)%
<i>% of Revenue</i>	(4.4)%	(4.3)%		(7.4)%	(5.0)%	
Net Loss per 3D Systems	\$ (8.9)	\$ (8.4)	(5)%	\$ (29.8)	\$ (18.4)	(62)%
<i>% of Revenue</i>	(5.0)%	(5.3)%		(8.7)%	(5.8)%	
Loss Per Share	\$ (0.08)	\$ (0.08)	—%	(0.27)	(0.17)	(59)%

Non-GAAP Financial Measures

<i>(in millions, except per share amounts)</i>	Second Quarter			Six Months Ended		
	2018	2017	Y/Y Change	2018	2017	Y/Y Change
Non-GAAP R&D Expense	\$ 22.5	\$ 24.4	(8)%	\$ 48.4	\$ 47.3	2%
Non-GAAP SG&A Expense	56.5	46.4	22%	110.1	95.9	15%
Non-GAAP Operating Expenses	\$ 79.0	\$ 70.8	12%	\$ 158.5	\$ 143.2	11%
Non-GAAP Net income (loss) attributable to 3D Systems Corporation	\$ 6.2	\$ 8.6	(27)%	\$ 2.8	\$ 15.6	(82)%
Non-GAAP Net income (loss) per share available to 3D Systems Corporation common stockholders - basic and diluted	\$ 0.06	\$ 0.08	(28)%	\$ 0.02	\$ 0.14	(86)%

- We use non-GAAP measures to supplement our financial statements presented on a GAAP basis because management believes non-GAAP financial measures are useful to investors in evaluating our operating performance and to facilitate a better understanding of the impact that strategic acquisitions, non-recurring charges and certain non-cash expenses had on our financial results.
- See appendix for reconciliation of non-GAAP items

Revenue Drivers

Q2 2018 compared to Q2 2017:



Printers revenue increased 41% to \$39.2 million



Materials revenue increased 3% to \$45.0 million



Healthcare solutions increased 26% to \$61.4 million



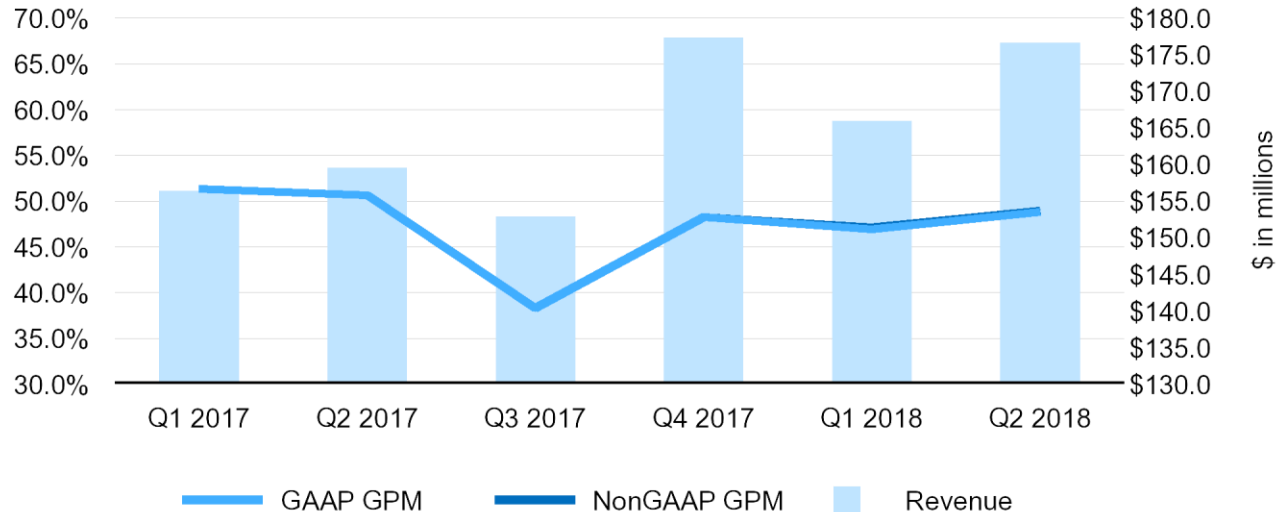
On demand manufacturing increased 6% to \$27.4 million



Software was approximately flat at \$24.1 million

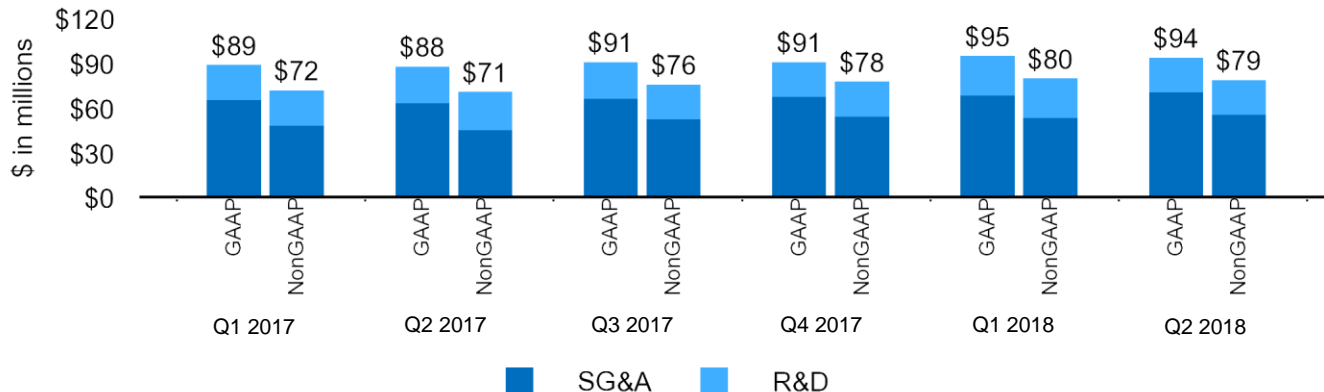
Gross Profit and Margin

- GAAP GPM was 48.8% and non-GAAP GPM was 48.9% in Q2 2018
- We continue to drive supply chain optimization, manufacturing efficiencies and process improvements



Operating Expenses

- Compared to second quarter last year, GAAP operating expenses increased 7% and non-GAAP operating expenses increased 12%
- SG&A expenses increased from investments in go-to-market and IT infrastructure and higher legal expenses
- R&D expenses decreased as we began to launch our new products which are planned to continue to roll out throughout 2018



See appendix for a reconciliation of non-GAAP operating expenses



Vyomesh Joshi (VJ)

President & Chief Executive Officer

Redefining Manufacturing

- Partnership with Georg Fischer machining solutions, one of the world's leading providers in precision machining.
- Immediately expands our global network and market opportunity
- We are excited to be working with a partner of the caliber of GF Machining Solutions to redefine manufacturing and the factory of the future.
- Together, we plan to offer an integrated additive and subtractive solution with automation and post processing to provide seamless workflows for advanced manufacturing while reducing total cost of operation
- We plan to debut our first combined solution at IMTS in Chicago the week of September 10, 2018

Conclusion

- We are pleased with our results this quarter and the progress we have made to transform the company and improve execution to leverage our unmatched offering of additive solutions for the entire digital manufacturing workflow.
- We are very excited about our enhanced and complete end-to-end portfolio, ongoing innovation and significant market opportunities, while continuing to be keenly focused on execution and operational efficiency to drive long-term growth and profitability.



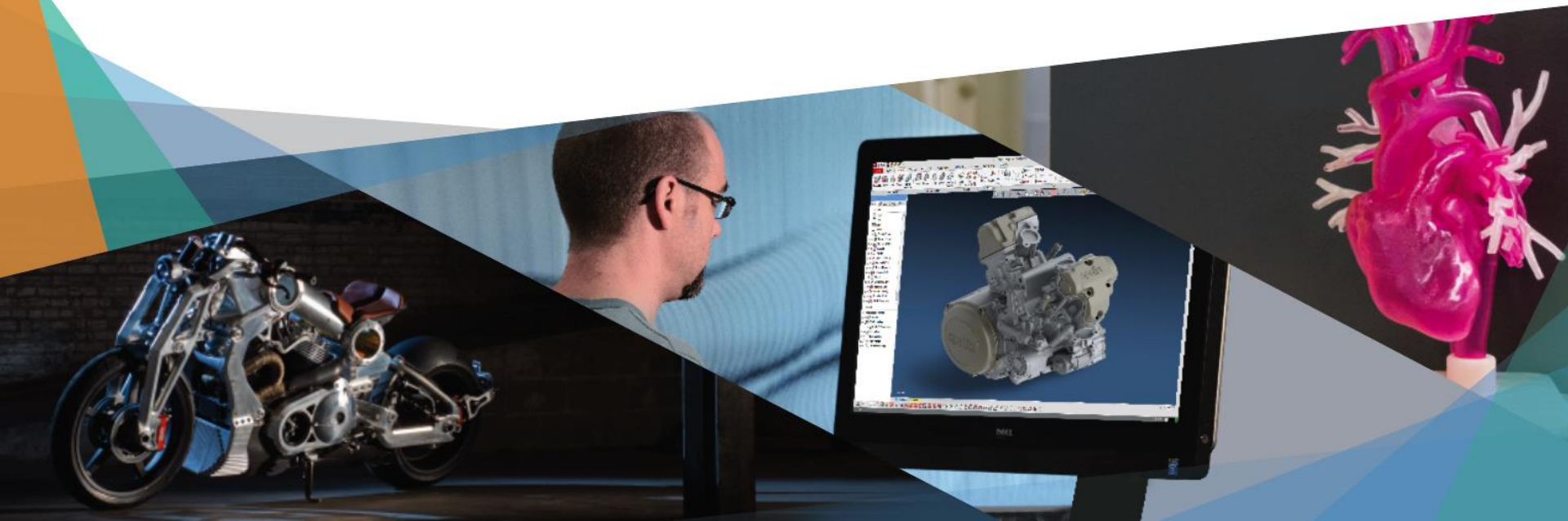
Q&A Session

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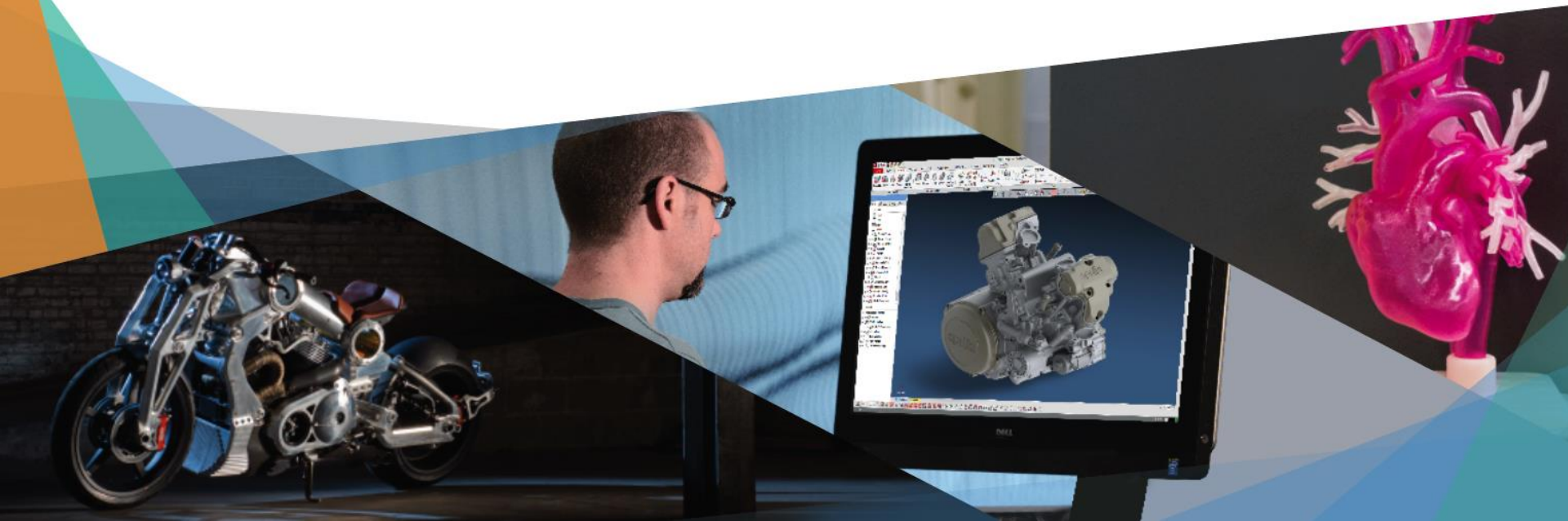


Thank You





Appendix



Revenue Summary by Category

Second Quarter 2018 Comparative Analysis

<i>(in millions)</i>	Q2 2018	Q1 2018	Q2 2017	Sequential Change	YOY Change
Printers	\$ 39.2	\$ 39.1	\$ 27.7	—%	41%
Software Products	12.9	12.3	12.8	5%	1%
Other Products	13.7	11.2	13.2	22%	4%
Total Products	65.7	62.6	53.7	5%	22%
Total Materials	45.0	42.5	43.9	6%	3%
On Demand Manufacturing	27.4	25.7	25.8	7%	6%
Software Services	11.2	10.8	11.2	4%	—%
Other Services	27.2	24.3	24.9	12%	9%
Total Services	65.8	60.8	61.9	8%	6%
Total Revenue	\$ 176.6	\$ 165.9	\$ 159.5	6%	11%
Software	\$ 24.1	\$ 23.1	\$ 24.0	4%	—%
Healthcare	\$ 61.4	\$ 52.4	\$ 48.5	17%	26%

Non-GAAP Reconciliation

Second Quarter Non-GAAP Earnings (Loss) per Share

<i>(in millions, except per share amounts)</i>	Quarter Ended June 30,		Six Months Ended June 30,	
	2018	2017	2018	2017
GAAP Net loss attributable to 3D Systems Corporation	\$ (8.9)	\$ (8.4)	\$ (29.8)	\$ (18.4)
Adjustments:				
Amortization, stock-based compensation & other 1	14.5	16.3	29.6	32.3
Legal and acquisition-related 2	(0.4)	0.7	—	1.7
Cost optimization plan 3	1.0	—	1.6	—
Impairment of cost-method investments 4	—	—	1.4	—
Non-GAAP net income attributable to 3D Systems Corporation	\$ 6.2	\$ 8.6	\$ 2.8	\$ 15.6
Non-GAAP net income per share available to 3D Systems common stock holders - basic and diluted 5	\$ 0.06	\$ 0.08	\$ 0.02	\$ 0.14

1 For the quarter ended June 30, 2018, the adjustment included \$0.1 in COGS and \$14.4 in SG&A. For the quarter ended June 30, 2017, the adjustment included \$0.1 in COGS and \$16.2 in SG&A. For the six months ended June 30, 2018, the adjustment included \$0.2 in COGS and \$29.4 in SG&A. For the six months ended June 30, 2017, the adjustment included \$0.2 in COGS and \$32.1 in SG&A.

2 For the quarter ended June 30, 2018, the adjustment included (\$0.4) in SG&A. For the quarter ended June 30, 2017, the adjustment included \$0.5 in SG&A and \$0.2 in interest and other income, net. For the six months ended June 30, 2017, the adjustment included \$1.5 in SG&A and \$0.2 in interest and other income, net.

3 For the quarter ended June 30, 2018, the adjustment included \$0.2 in COGS, \$0.7 in SG&A and \$0.1 in R&D. For the six months ended June 30, 2018, the adjustment included \$0.3 in COGS, \$1.1 in SG&A, and approximately \$0.2 in R&D.

4 The Company has minority investments of less than 20% ownership in enterprises that benefit from, or are powered by its technology portfolio. The value of each of these investments is assessed periodically, and impairment recorded when required. For the quarter and six months ended June 30, 2018, the adjustment included zero and \$1.4, respectively, in interest and other expense, net. The Company excluded this amount as it is not related to on-going operations, and intends to exclude these impairment amounts from non-GAAP net income going forward.

5 Denominator based on weighted average shares used in the GAAP EPS calculation.

Non-GAAP Reconciliation

Second Quarter Non-GAAP Gross Profit & Margin

<i>(in millions)</i>	Second Quarter		Six Months Ended	
	2018	2017	2018	2017
GAAP Gross Profit	\$ 86.2	\$ 80.7	\$ 164.0	\$ 160.9
GAAP Gross Profit Margin	48.8%	50.6%	47.9%	50.9%
Adjustments:				
Amortization, stock-based compensation & other	\$ 0.1	\$ 0.1	\$ 0.2	\$ —
Cost optimization plan	\$ 0.2	\$ —	\$ 0.3	\$ —
Non-GAAP Gross Profit	\$ 86.4	\$ 80.8	\$ 164.5	\$ 160.9
Non-GAAP Gross Profit Margin	48.9%	50.6%	48.0%	50.9%

- table may not foot due to rounding

Non-GAAP Reconciliation

Second Quarter Non-GAAP Operating Expenses

<i>(in millions)</i>	Second Quarter		Six Months Ended	
	2018	2017	2018	2017
GAAP R&D Expenses	\$ 22.7	\$ 24.4	\$ 48.6	\$ 47.3
GAAP SG&A Expenses	71.2	63.1	140.6	129.5
GAAP Operating Expenses	\$ 93.9	\$ 87.5	\$ 189.2	\$ 176.8
Adjustments to R&D Expenses:				
Cost optimization plan	0.2	—	0.2	—
Non-GAAP R&D Expenses	\$ 22.5	\$ 24.4	\$ 48.4	\$ 47.3
Adjustments to SG&A Expenses:				
Amortization, stock-based compensation & other	14.3	16.2	29.4	32.1
Legal and acquisition-related	(0.4)	0.5	—	1.5
Cost optimization plan	0.7	—	1.1	—
Total Adjustments to SG&A Expenses	14.7	16.7	30.5	33.6
Non-GAAP SG&A Expenses	\$ 56.5	\$ 46.4	\$ 110.1	\$ 95.9
Non-GAAP Operating Expenses	\$ 79.0	\$ 70.8	\$ 158.5	\$ 143.2

- table may not foot due to rounding

Non-GAAP Reconciliation

First Quarter Non-GAAP Gross Profit and Margin

<i>(in millions)</i>	First Quarter	
	2018	2017
GAAP Gross Profit	\$ 77.9	\$ 80.2
GAAP Gross Profit Margin	46.9%	51.3%
Adjustments:		
Amortization, stock-based compensation & other	0.1	0.1
Cost optimization plan	0.2	—
Non-GAAP Gross Profit	\$ 78.1	\$ 80.3
Non-GAAP Gross Profit Margin	47.1%	51.3%

- table may not foot due to rounding

Non-GAAP Reconciliation

First Quarter Non-GAAP Operating Expenses

<i>(in millions)</i>	First Quarter	
	2018	2017
GAAP R&D Expenses	\$ 25.9	\$ 22.9
GAAP SG&A Expenses	69.5	66.4
GAAP Operating Expenses	95.4	89.3
Adjustments to R&D Expenses:		
Cost optimization plan ¹	—	—
Non-GAAP R&D Expenses	25.9	22.9
Adjustments to SG&A Expenses:		
Amortization, stock-based compensation & other	15.1	15.9
Legal and acquisition-related	0.4	1.1
Cost optimization plan	0.3	—
Total Adjustments to SG&A Expenses	15.9	16.9
Non-GAAP SG&A Expenses	53.6	49.5
Non-GAAP Operating Expenses	\$ 79.5	\$ 72.3

¹ For the quarter ended March 31, 2018, the adjustment included approximately \$32 thousand in R&D and therefore rounded down.

- table may not foot due to rounding

Non-GAAP Reconciliation

Full Year 2017 Non-GAAP Gross Profit & Margin

<i>(in millions)</i>	2017				
	Quarter Ended				Year Ended
	March 31	June 30	September 30	December 31	December 31
GAAP Gross Profit	\$ 80.2	\$ 80.7	\$ 58.5	\$ 85.5	\$ 304.8
GAAP Gross Profit Margin	51.3%	50.6%	38.3%	48.2%	47.2%
Adjustments:					
Amortization, stock-based compensation & other	0.1	0.1	0.1	0.1	0.4
Legal and acquisition-related ¹	—	—	—	—	—
Non-GAAP Gross Profit	\$ 80.3	\$ 80.8	\$ 58.6	\$ 85.6	\$ 305.3
Non-GAAP Gross Profit Margin	51.3%	50.7%	38.3%	48.3%	47.2%

¹ For the quarter ended June 30, 2017, the adjustment included approximately \$21 thousand and therefore rounded down.

- table may not foot due to rounding

Non-GAAP Reconciliation

Full Year 2017 Non-GAAP Operating Expenses

<i>(in millions)</i>	2017				
	Quarter Ended				Year Ended
	March 31	June 30	September 30	December 31	December 31
GAAP R&D Expenses	\$ 22.9	\$ 24.4	\$ 24.4	\$ 23.0	\$ 94.6
GAAP SG&A Expenses	66.4	63.1	66.5	68.2	264.2
GAAP Operating Expenses	89.3	87.5	90.9	91.2	358.8
Non-GAAP R&D Expenses	22.9	24.4	24.4	23.0	94.6
Adjustments to SG&A Expenses:					
Amortization, stock-based compensation & other	15.9	16.2	15.8	15.0	62.5
Legal and acquisition-related	1.1	0.5	(0.8)	(1.4)	(0.3)
Total Adjustments to SG&A Expenses	17.0	16.7	15.0	13.6	62.2
Non-GAAP SG&A Expenses	49.4	46.4	51.5	54.6	202.0
Non-GAAP Operating Expenses	\$ 72.3	\$ 70.8	\$ 75.9	\$ 77.6	\$ 296.6

- table may not foot due to rounding



Thank You

