Annual meeting of shareholders

I. **Call to order**

II. **Matters to be acted upon:**

Proposal 1 –	Election of Directors
Proposal 2 –	Ratification of the appointment of the company's independent registered public accounting firm
Proposal 3 –	Advisory vote on compensation of named executive officers
Proposal 4 –	Shareholder proposal on political contributions and expenditures, if properly presented at this meeting

III. **Voting results**

IV. **Conclusion of meeting**

V. **Management's report**

VI. **Questions and answers**

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Cardinal Health, Inc.

2013 Annual Shareholders Meeting Update

George S. Barrett
Chairman and CEO

November 6, 2013

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Forward-looking statements and GAAP reconciliation

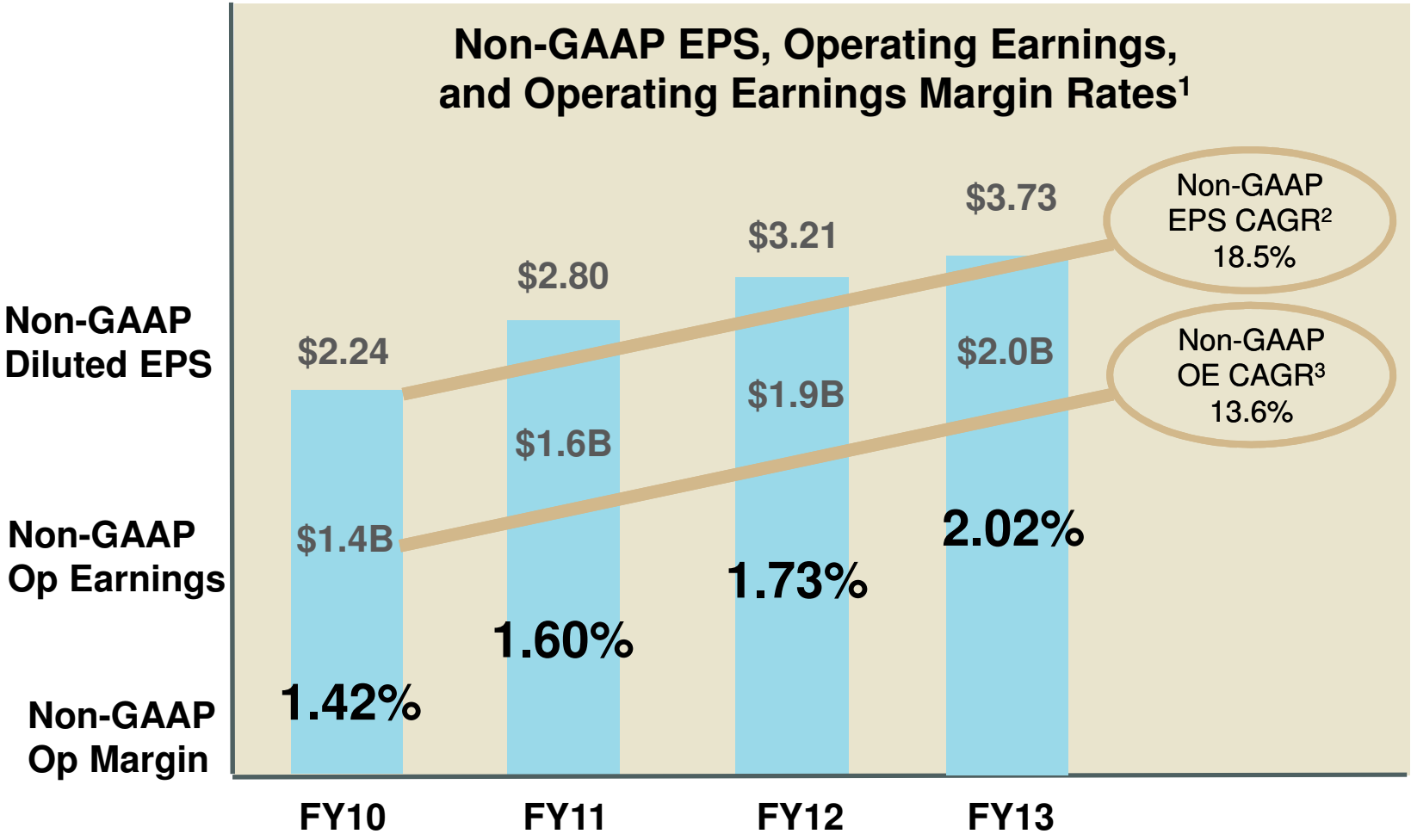
Cautions Concerning Forward-Looking Statements

This presentation contains forward-looking statements addressing expectations, prospects, estimates and other matters that are dependent upon future events or developments. These statements may be identified by words such as "expect," "anticipate," "intend," "plan," "believe," "will," "should," "could," "would," "project," "continue," "likely," and similar expressions, and include statements reflecting future results or guidance, statements of outlook and expense accruals. These matters are subject to risks and uncertainties that could cause actual results to differ materially from those projected, anticipated or implied. These risks and uncertainties include competitive pressures in Cardinal Health's various lines of business; the ability to achieve the expected benefits from the AssuraMed acquisition; the timing of generic and branded pharmaceutical introductions and the frequency or rate of pharmaceutical price appreciation or deflation; the non-renewal, early termination or a default under one or more key customer or supplier arrangements or changes to the terms of or level of purchases under those arrangements; uncertainties due to government health care reform including federal health care reform legislation; changes in the distribution patterns or reimbursement rates for health care products and services; and the effects of any investigation or action by any regulatory authority; changes in the cost of commodities such as oil-based resins, cotton, latex and diesel fuel. Cardinal Health is subject to additional risks and uncertainties described in Cardinal Health's Form 10-K, Form 10-Q and Form 8-K reports and exhibits to those reports. This presentation reflects management's views as of November 6, 2013. Except to the extent required by applicable law, Cardinal Health undertakes no obligation to update or revise any forward-looking statement. Cardinal Health provides definitions and reconciling information at the end of this presentation and on its Investors page at www.cardinalhealth.com. An audio replay of the annual shareholder meeting will be available on the Investors page at www.cardinalhealth.com.

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History of strong financial performance



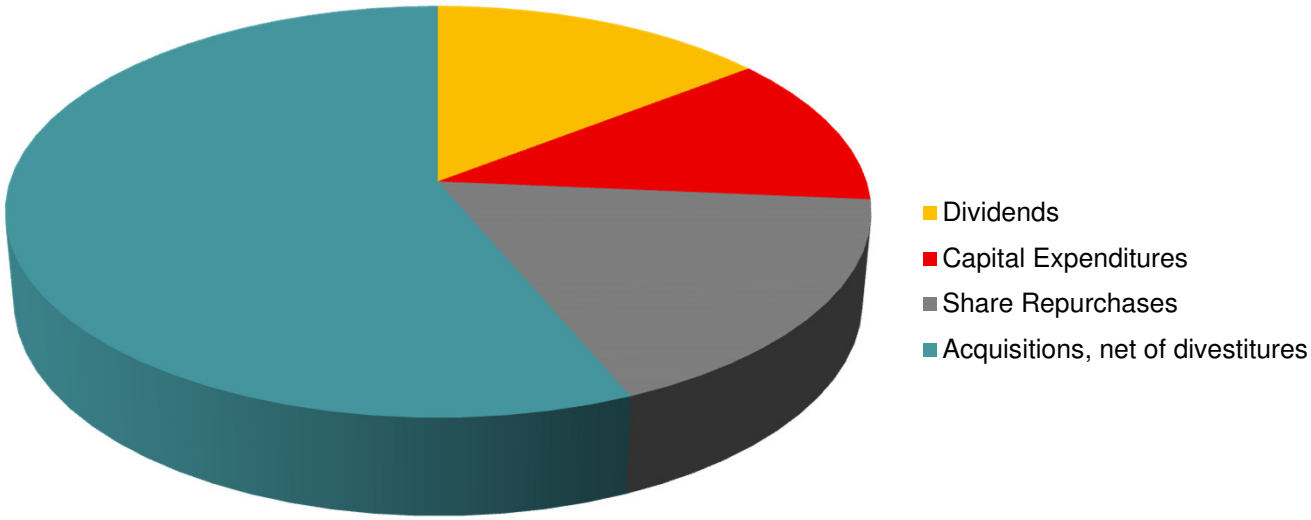
[1] *Please see the definitions and reconciling information at the end of this presentation.*
[2] *The CAGR for GAAP diluted EPS from continuing operations from fiscal 2010 to fiscal 2013 was -15.7%.*
[3] *The CAGR for GAAP operating earnings from fiscal 2010 to fiscal 2013 was -8.7%.*

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Disciplined capital deployment

9/30/09 to 9/30/13

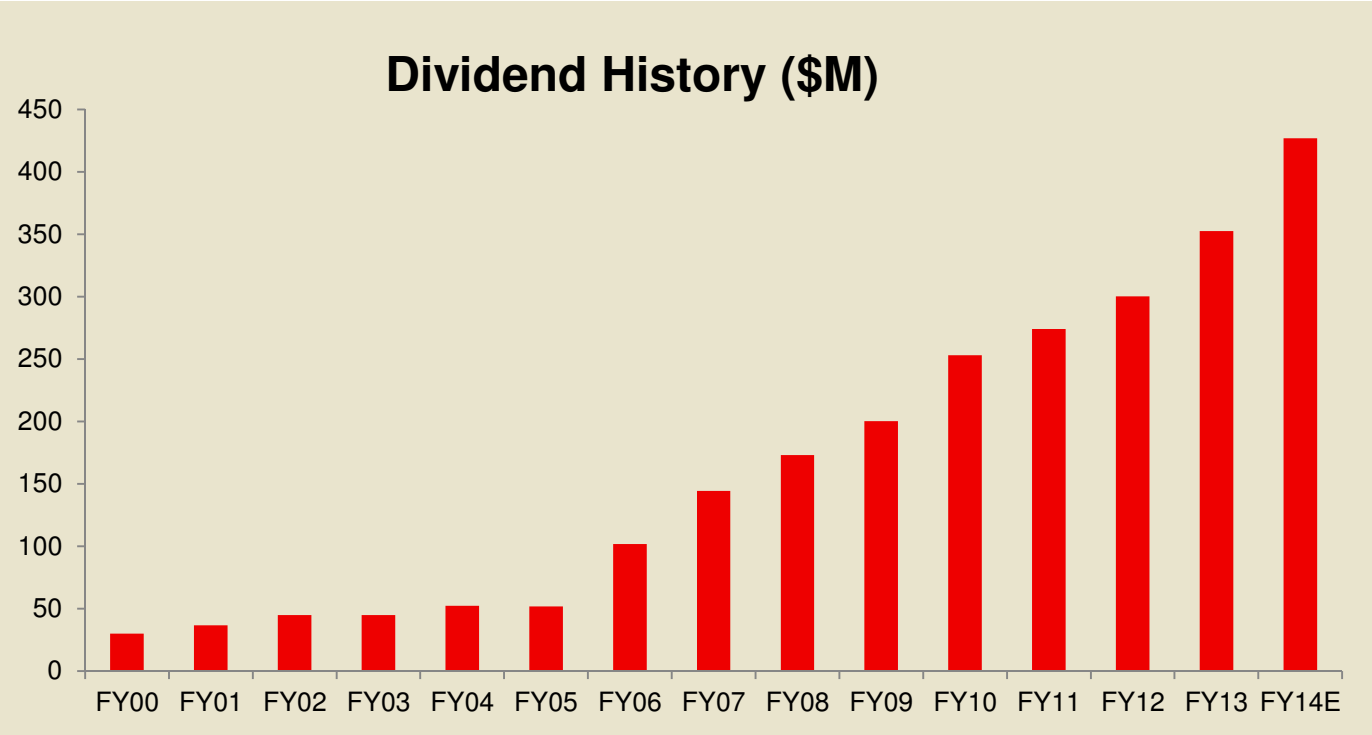


- Committed to a differentiated dividend
- Share repurchase and strategic investments evaluated to maximize TSR
- New, $1B share repurchase authorization announced Oct. 31, 2013

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A strong, differentiated, growing dividend



- Annualized dividend of $1.21, effective with July 2013 payment
- July 2013 payment is >40% higher than April 2012 payment

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Fiscal 2013 was an eventful year, culminating in excellent performance

Revenue	$101.1B	(6%)
Fortune 500 rank	19th	
Non-GAAP operating earnings[1]	$2.0B	+10%
Non-GAAP diluted EPS from continuing operations[1]	$3.73	+16%
Cash from operations	$1.7B	

[1] *Please see the definitions and reconciling information at the end of this presentation.*

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FY2013 accomplishments

We accomplished virtually all of our financial goals

- Expanded gross and non-GAAP operating margin rates 65bps and 29bps, respectively
- Grew non-GAAP operating earnings by 10% to $2.0B and non-GAAP EPS from continuing operations by 16%[1] to $3.73[1]
- Generated $1.7B in operating cash flow
- Effectively deployed capital to drive shareholder return

We made strong progress against our strategic priorities

- Pharmaceutical segment grew and diversified customer base, expanded generics programs and broadened Specialty offerings
- Medical segment invested heavily in IT, closed on AssuraMed (first move into the home), and greatly expanded our preferred products

[1] *Includes $0.18 related to the favorable tax settlement in Q3 FY13. Excluding the tax settlement, adjusted non-GAAP EPS from continuing operations was $3.55 in FY13.*

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Off to an excellent start in fiscal 2014 Q1

Revenue	$24.5B	(5)%
Non-GAAP operating earnings[1]	$532M	+13%
Non-GAAP diluted EPS from continuing operations[1,2]	$1.10	+36%
Cash from operations	$951M	

[1] *Please see the definitions and reconciling information at the end of this presentation.*
[2] *Includes $63M related to favorable settlements in Q1 FY14, which contributed $0.18 to Non-GAAP EPS.*

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Five key principles guiding our strategies and actions

1. Demographics will drive demand and public health issues; economic and industry forces will require a healthcare system that places a high priority on efficiency and cost-effectiveness
2. Care needs to be more coordinated and delivered in multiple settings, moving towards those that are more cost-effective
3. People want and need home care, they will be increasingly knowledgeable and involved in their own healthcare
4. Our healthcare system needs continued innovation of pharma and medical products, but also cost-effective alternatives
5. System shifts from fee-for-service to payment-for-outcomes, hospitals and IDNs increasingly will look to partners with specialized expertise in this new environment

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The path ahead: Our strategic priorities

Demographic, economic and industry forces	Care delivery in more cost-effective settings	Increased consumerism in healthcare	Continued innovation in healthcare	Transition from fee-for-service to payment for outcomes



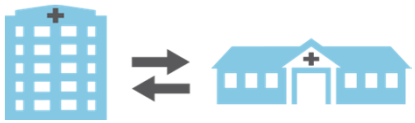
Generics



Specialty and biopharma



Alternate sites of care



Health system and hospital solutions



China

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Well positioned for healthcare's changing needs

- We offer **efficiency, scale and global reach** to serve the changing environment
- We provide a broad range of cost-advantaged **products and services** to meet the need to **reduce costs** while maintaining quality
- We are positioned to serve **all care settings** as **site of delivery shifts**
- We are uniquely positioned to **bring products and services to a large and growing market in China**
- We are committed to providing both a **growth and income profile**, with a **differentiated dividend** among healthcare services companies

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A committed, talented organization

- Top 10 Best Companies for Leaders, *CEO Magazine*, 2012-13
- Top 50 Company for Executive Women, National Association for Female Executives 2011-13
- Diversity Award, Premier Healthcare Alliance 2012
- Corporate Equity Index 100% score, Human Rights Campaign 2009-13
- 100 Best Companies, Working Mother 2012-13
- Most Honored Companies, *Institutional Investor* magazine 2013
- Work Life Legacy Military Award, Families & Work Institute 2012
- Dow Jones Sustainability Index, 8th year in a row

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Cardinal Health, Inc. and Subsidiaries
GAAP / Non-GAAP Reconciliation

(in millions, except per common share amounts)	Operating Earnings	Operating Earnings Growth Rate	Earnings Before Income Taxes and Discontinued Operations	Provision for Income Taxes	Earnings from Continuing Operations	Earnings from Continuing Operations Growth Rate	Diluted EPS from Continuing Operations	Diluted EPS from Continuing Operations Growth Rate
				Fiscal Year 2013				
GAAP	**$ 996**	**(44)%**	**$ 888**	**$ 553**	**$ 335**	**(69)%**	**$ 0.97**	**(68)%**
Restructuring and employee severance	**71**		**71**	**27**	**44**		**0.13**	
Amortization and other acquisition-related costs	**158**		**158**	**52**	**106**		**0.31**	
Impairments and loss on disposal of assets	**859**		**859**	**37**	**822**		**2.39**	
Litigation (recoveries)/charges, net	**(38)**		**(38)**	**(15)**	**(23)**		**(0.07)**	
Other Spin-Off Costs	**-**		**-**	**-**	**-**		**-**	
Gain on sale of CareFusion stock	**-**		**-**	**-**	**-**		**-**	
Non-GAAP	**$ 2,046**	**10 %**	**$ 1,938**	**$ 654**	**$ 1,284**	**15 %**	**$ 3.73**	**16 %**
				Fiscal Year 2012				
GAAP	$ 1,792	18 %	$ 1,698	$ 628	$ 1,070	11 %	$ 3.06	12 %
Restructuring and employee severance	21		21	8	13		0.04	
Amortization and other acquisition-related costs	33		33	9	24		0.07	
Impairments and loss on disposal of assets	21		21	8	13		0.04	
Litigation (recoveries)/charges, net	(3)		(3)	(1)	(2)		(0.01)	
Other Spin-Off Costs	2		2	1	1		-	
Gain on sale of CareFusion stock	-		-	-	-		-	
Non-GAAP	$ 1,866	13 %	$ 1,772	$ 653	$ 1,119	13 %	$ 3.21	15 %
				Fiscal Year 2011				
GAAP	$ 1,514	16 %	$ 1,518	$ 552	$ 966	65 %	$ 2.74	69 %
Restructuring and employee severance	15		15	5	10		0.03	
Amortization and other acquisition-related costs	90		90	22	68		0.19	
Impairments and loss on disposal of assets	9		9	3	6		0.02	
Litigation (recoveries)/charges, net	6		6	(1)	7		0.02	
Other Spin-Off Costs	10		10	4	6		0.02	
Gain on sale of CareFusion stock	-		(75)	-	(75)		(0.21)	
Non-GAAP	$ 1,644	18 %	$ 1,573	$ 585	$ 988	22 %	$ 2.80	25 %
				Fiscal Year 2010				
GAAP	$ 1,307	1 %	$ 1,212	$ 625	$ 587	(23)%	$ 1.62	(23)%
Restructuring and employee severance	91		91	32	59		0.16	
Amortization and other acquisition-related costs	19		19	7	12		0.03	
Impairments and loss on disposal of assets	29		29	(5)	34		0.09	
Litigation (recoveries)/charges, net	(62)		(62)	(23)	(39)		(0.11)	
Other Spin-Off Costs	11		53	(149)	202		0.56	
Gain on sale of CareFusion stock	-		(45)	-	(45)		(0.12)	
Non-GAAP	$ 1,394	(3)%	$ 1,296	$ 486	$ 810	(2)%	$ 2.24	(2)%

The sum of the components may not equal the total due to rounding.

We apply varying tax rates depending on the item's nature and tax jurisdiction where it is incurred.

Cardinal Health, Inc. and Subsidiaries
GAAP / Non-GAAP Reconciliation

(in millions)	Fiscal Year 2013	2012	2011	2010 [1]
Revenue	**$ 101,093**	$ 107,552	$ 102,644	$ 98,503
GAAP operating earnings	**$ 996**	$ 1,792	$ 1,514	$ 1,307
Restructuring and employee severance	**71**	21	15	91
Amortization and other acquisition-related costs	**158**	33	90	19
Impairments and loss on disposal of assets	**859**	21	9	29
Litigation (recoveries)/charges, net	**(38)**	(3)	6	(62)
Other Spin-Off Costs	**-**	2	10	11
Non-GAAP operating earnings	**$ 2,046**	$ 1,866	$ 1,644	$ 1,394
GAAP operating earnings margin rate	**0.99 %**	1.67 %	1.48 %	1.33 %
Non-GAAP operating earnings margin rate	**2.02 %**	1.73 %	1.60 %	1.42 %
	29bp	13bp	18bp	

[1] The sum of the components may not equal the total due to rounding.

Cardinal Health, Inc. and Subsidiaries
GAAP / Non-GAAP Reconciliation

(in millions, except per common share amounts)	Operating Earnings	Operating Earnings Growth Rate	Earnings Before Income Taxes and Discontinued Operations	Provision for Income Taxes	Earnings from Continuing Operations	Earnings from Continuing Operations Growth Rate	Diluted EPS from Continuing Operations	Diluted EPS from Continuing Operations Growth Rate
	First Quarter 2014							
GAAP	**$ 471**	**3 %**	**$ 442**	**$ 102**	**$ 340**	**25 %**	**$ 0.99**	**25 %**
Restructuring and employee severance	**11**		**11**	**4**	**7**		**0.02**	
Amortization and other acquisition-related costs	**49**		**49**	**18**	**31**		**0.09**	
Impairments and loss on disposal of assets	**-**		**-**	**-**	**-**		**-**	
Litigation (recoveries)/charges, net	**1**		**1**	**-**	**1**		**-**	
Non-GAAP	**$ 532**	**13 %**	**$ 503**	**$ 124**	**$ 378**	**35 %**	**$ 1.10**	**36 %**
	First Quarter 2013							
GAAP	$ 457	11 %	$ 439	$ 167	$ 272	15 %	$ 0.79	16 %
Restructuring and employee severance	5		5	2	3		0.01	
Amortization and other acquisition-related costs	28		28	10	18		0.05	
Impairments and loss on disposal of assets	1		1	-	1		-	
Litigation (recoveries)/charges, net	(22)		(22)	(9)	(13)		(0.04)	
Non-GAAP	$ 469	6 %	$ 451	$ 170	$ 281	9 %	$ 0.81	11 %

The sum of the components may not equal the total due to rounding.

We apply varying tax rates depending on the item's nature and tax jurisdiction where it is incurred.

Cardinal Health, Inc. and Subsidiaries
GAAP / Non-GAAP Reconciliation

(in millions)	First Quarter 2014	2013
Revenue	**$ 24,523**	$ 25,889
GAAP operating earnings	**$ 471**	$ 457
Restructuring and employee severance	**11**	5
Amortization and other acquisition-related costs	**49**	28
Impairments and loss on disposal of assets	**-**	1
Litigation (recoveries)/charges, net	**1**	(22)
Non-GAAP operating earnings	**$ 532**	$ 469
GAAP operating earnings margin rate	**1.92 %**	1.76 %
Non-GAAP operating earnings margin rate	**2.17 %**	1.81 %
	36bp	

The sum of the components may not equal the total due to rounding.

Forward-Looking Non-GAAP Financial Measures

We present non-GAAP earnings from continuing operations and non-GAAP effective tax rate from continuing operations (and presentations derived from these financial measures, including per share calculations) on a forward-looking basis. The most directly comparable forward-looking GAAP measures are earnings from continuing operations and effective tax rate from continuing operations. We are unable to provide a quantitative reconciliation of these forward-looking non-GAAP measures to the most directly comparable forward-looking GAAP measures because we cannot reliably forecast restructuring and employee severance, amortization and other acquisition-related costs, impairments and loss on disposal of assets and litigation (recoveries)/charges, net, which are difficult to predict and estimate and are primarily dependent on future events. Please note that the unavailable reconciling items could significantly impact our future financial results.

Cardinal Health, Inc. and Subsidiaries
Schedule of Notable Items

(in millions, except per common share amounts)	First Quarter 2014	2013
Restructuring and employee severance	**$ (11)**	$ (5)
Tax benefit	**4**	2
Restructuring and employee severance, net of tax	**$ (7)**	$ (3)
Decrease to diluted EPS from continuing operations	**$ (0.02)**	$ (0.01)
Amortization and Other Acquisition-Related Costs		
Amortization of acquisition-related intangible assets	**$ (45)**	$ (21)
Tax benefit	**17**	8
Amortization of acquisition-related intangible assets, net of tax	**$ (28)**	$ (13)
Decrease to diluted EPS from continuing operations	**$ (0.08)**	$ (0.04)
Other acquisition-related costs	**$ (3)**	$ (7)
Tax benefit	**1**	2
Other acquisition-related costs, net of tax	**$ (2)**	$ (5)
Decrease to diluted EPS from continuing operations	**$ (0.01)**	$ (0.01)
Total amortization and other acquisition-related costs[1]	**$ (49)**	$ (28)
Tax benefit[1]	**18**	10
Total amortization and other acquisition-related costs, net of tax[1]	**$ (31)**	$ (18)
Decrease to diluted EPS from continuing operations[1]	**$ (0.09)**	$ (0.05)
Impairments and loss on disposal of assets	**$ -**	$ (1)
Tax benefit	**-**	-
Impairments and loss on disposal of assets, net of tax	**$ -**	$ (1)
Decrease to diluted EPS from continuing operations	**$ -**	$ -
Litigation recoveries/(charges), net	**$ (1)**	$ 22
Tax expense	**-**	(9)
Litigation recoveries/(charges), net, net of tax	**$ (1)**	$ 13
Increase to diluted EPS from continuing operations	**$ -**	$ 0.04
Weighted-average number of diluted shares outstanding	**344**	344

[1] The sum of the components may not equal the total due to rounding.

We apply varying tax rates depending on the item's nature and tax jurisdiction where it is incurred.

Cardinal Health, Inc. and Subsidiaries

Definitions

Non-GAAP Diluted EPS from Continuing Operations and growth rate calculation[1]: non-GAAP earnings from continuing operations divided by diluted weighted-average shares outstanding.

Non-GAAP Earnings from Continuing Operations: earnings from continuing operations excluding (1) restructuring and employee severance[2], (2) amortization and other acquisition-related costs[3], (3) impairments and loss on disposal of assets[4], (4) litigation (recoveries)/charges, net[5], (5) Other Spin-Off Costs and (6) gain on sale of CareFusion stock, each net of tax.

Non-GAAP Operating Earnings: operating earnings excluding (1) restructuring and employee severance, (2) amortization and other acquisition-related costs, (3) impairments and loss on disposal of assets, (4) litigation (recoveries)/charges, net and (5) Other Spin-Off Costs.

Non-GAAP Operating Earnings Margin Rate: current period non-GAAP operating earnings divided by revenue.

Other Spin-Off Costs: costs incurred in connection with our Spin-Off of CareFusion which are included in distribution, selling, general and administrative expenses.

[1] Except for compound annual growth rates (CAGR), growth rates in this presentation are determined by dividing the difference between current period results and prior period results by prior period results. CAGR is determined by subtracting one from ((the ending value divided by the beginning value) raised to the power of (one divided by the number of years)).

[2] Programs whereby Cardinal Health fundamentally changes its operations such as closing and consolidating facilities, moving manufacturing of a product to another location, production or business process sourcing, employee severance (including rationalizing headcount or other significant changes in personnel) and realigning operations (including substantial realignment of the management structure of a business unit in response to changing market conditions).

[3] Costs that consist primarily of amortization of acquisition-related intangible assets, transaction costs, integration costs and changes in the fair value of contingent consideration obligations.

[4] Asset impairments and losses from the disposal of assets not eligible to be classified as discontinued operations are classified within impairments and loss on disposal of assets within the consolidated statements of earnings.

[5] Loss contingencies related to litigation and regulatory matters and income from favorable resolution of legal matters.