

Thomson Reuters Corporation**Reconciliation of Net Cash Provided by Operating Activities to Free Cash Flow ⁽¹⁾***(millions of U.S. Dollars)**(unaudited)*

	Three Months		Nine Months	
	Ended September 30,		Ended September 30,	
	2009	2008	2009	2008
Net cash provided by operating activities	\$ 513	\$ 592	\$ 1,770	\$ 1,756
Capital expenditures, less proceeds from disposals	(254)	(259)	(720)	(615)
Other investing activities	2	-	1	(7)
Investing activities of discontinued operations	-	-	-	(7)
Dividends paid on preference shares	(1)	(1)	(2)	(4)
Free cash flow	<u>\$ 260</u>	<u>\$ 332</u>	<u>\$ 1,049</u>	<u>\$ 1,123</u>

(1) Free cash flow is net cash provided by operating activities less capital expenditures, other investing activities, investing activities of discontinued operations and dividends paid on preference shares. Thomson Reuters uses free cash flow as a performance measure because it represents cash available to repay debt, pay dividends, and fund share repurchases and new acquisitions.

Thomson Reuters Corporation
Reconciliation of Operating Profit to Underlying Operating Profit

(millions of U.S. Dollars)

(unaudited)

	Three Months		Three Months		Nine Months	
	September 30, 2009	Margin	September 30, 2008	Margin	September 30, 2009	Margin
Operating profit	\$ 378	11.8%	\$ 553	16.6%	\$ 1,229	12.7%
Adjustments:						
Amortization of other intangible assets	124		126		367	
Disposals	7		5		13	
Fair value adjustments	47		(61)		135	
Integration program cost	148		96		343	
Other operating losses (gains), net	7		(29)		7	
Underlying operation profit / Underlying operation profit margin	<u>\$ 711</u>	<u>22.1%</u>	<u>\$ 690</u>	<u>20.7%</u>	<u>\$ 2,094</u>	<u>21.8%</u>
Revenues	\$ 3,216		\$ 3,339		\$ 9,640	
Adjustments:						
Revenues from disposals	(4)		(8)		(19)	
Revenues from ongoing businesses	<u>\$ 3,212</u>		<u>\$ 3,331</u>		<u>\$ 9,621</u>	

(1) Revenues from ongoing businesses and underlying operating profits exclude the results of disposals. Disposals include the results of businesses sold or held for sale that do not qualify as discontinued operations.

(2) Underlying operating profit excludes amortization of other intangible assets, impairment charges, fair value adjustments, integration program costs, other operating gains and losses and the results of disposals. Underlying operating profit margin is the underlying operating profit expressed as a percentage of revenues from ongoing businesses.

(3) Revenues and underlying operating profit for the nine months ended September 30, 2008 were determined on a pro forma basis and do not have a comparable GAAP measure.

Thomson Reuters Corporation

Reconciliation of Earnings Attributable to Common Shares to Adjusted Earnings from Continuing Operations ⁽¹⁾

(millions of U.S. Dollars)

(unaudited)

	Three Months September 30, 2009	Nine Months September 30, 2009
Earnings attributable to common shareholders ⁽³⁾	\$ 162	\$ 667
Adjustments:		
Disposals	7	13
Fair value adjustments	47	135
Other operating losses, net	7	7
Other finance costs	7	64
Other non-operating charge	326	326
Share of post-tax earnings in equity method investees	(1)	(2)
Tax on above	4	(32)
Interim period effective tax rate normalization ⁽²⁾	44	9
Amortization of other intangible assets	124	367
Discrete tax items	(356)	(356)
Discontinued operations	(11)	(17)
Dividends declared on preference shares	(1)	(2)
Adjusted earnings from continuing operations	<u>\$ 359</u>	<u>\$ 1,179</u>
Adjusted earnings per share from continuing operations	<u>\$ 0.43</u>	<u>\$ 1.41</u>
Weighted average common shares (in millions) ⁽³⁾	<u>837.5</u>	<u>836.1</u>

(1) Adjusted earnings from continuing operations and adjusted earnings per share from continuing operations include dividends declared on preference shares and integration program costs, but exclude the pre-tax impacts of amortization of other intangible assets as well as the post-tax impacts of fair value adjustments, other operating gains and losses, impairment charges, the results of disposals, other finance (income) costs, Thomson Reuters share of post-tax earnings in equity method investees, discontinued operations and other items affecting comparability. Adjusted earnings per share from continuing operations is calculated using diluted weighted average shares and does not represent actual earnings per share attributable to shareholders.

(2) Adjustment to reflect income taxes based on estimated full-year effective tax rate. Reported earnings for interim periods reflect income taxes based on the estimated effective tax rates of each of the jurisdictions in which Thomson Reuters operates. The adjustment reallocates estimated full-year income taxes between interim periods, but has no effect on full-year income taxes.

(3) On September 10, 2009, all then-outstanding Thomson Reuters PLC ordinary shares were exchanged for an equivalent number of Thomson Reuters Corporation common shares in connection with unification of the dual listed company (DLC) structure.