

Thomson Reuters Corporation
Reconciliation of Ongoing Revenues ⁽¹⁾

(millions of U.S. Dollars)

(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2011	2010	2011	2010
Revenues				
Legal ⁽²⁾	\$843	\$761	\$1,631	\$1,470
Tax & Accounting ⁽²⁾	252	226	508	470
Intellectual Property & Science ⁽²⁾	211	197	412	389
Professional Division	\$1,306	1,184	2,551	2,329
Markets Division	1,894	1,762	3,759	3,554
Eliminations	(5)	(4)	(7)	(6)
Revenues from ongoing businesses ⁽¹⁾	3,195	2,942	6,303	5,877
Other businesses ⁽³⁾	252	274	474	479
Revenues	\$3,447	\$3,216	\$6,777	\$6,356

(1) Revenues from ongoing businesses are revenues from reportable segments (which excludes Other businesses (see note (3) below) less eliminations.

(2) Thomson Reuters reorganized its reportable segments in the second quarter of 2011. The company's four reportable segments are Legal, Tax & Accounting, Intellectual Property & Science and Markets. Prior-period amounts have been reclassified to reflect the current presentation.

(3) Other businesses are businesses that have been or are expected to be exited through sale or shut-down that did not qualify for discontinued operations classification. Other businesses do not qualify as a component of the company's four reportable segments, nor as a separate reportable segment.

Thomson Reuters Corporation
Reconciliation of Operating Profit to Underlying Operating Profit ⁽¹⁾ and Adjusted EBITDA ⁽²⁾ (Slide 11)
(millions of U.S. Dollars)
(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2011	2010	2011	2010
Operating profit	\$833	\$435	\$1,229	\$756
Adjustments:				
Amortization of other identifiable intangible assets	150	132	294	261
Integration programs expenses	42	90	112	187
Fair value adjustments	(8)	(36)	(10)	(27)
Other operating (gains) losses, net	(286)	34	(319)	33
Operating profit from Other businesses ⁽³⁾	(62)	(82)	(101)	(107)
Underlying operating profit	\$669	\$573	\$1,205	\$1,103
Adjustments:				
Integration programs expenses	(42)	(90)	(112)	(187)
Depreciation and amortization of computer software excluding other businesses ⁽³⁾	260	222	515	484
Adjusted EBITDA	\$887	\$705	\$1,608	\$1,400
Underlying operating profit margin	20.9%	19.5%	19.1%	18.8%
Adjusted EBITDA margin	27.8%	24.0%	25.5%	23.8%

Thomson Reuters Corporation
Reconciliation of Earnings from continuing operations to Adjusted EBITDA ⁽³⁾
(millions of U.S. Dollars)
(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2011	2010	2011	2010
Earnings from continuing operations	\$572	\$303	\$827	\$437
Adjustments:				
Tax expense	174	79	226	110
Other finance (income) cost, net	(9)	(39)	(16)	24
Net interest expense	98	95	199	188
Amortization of other identifiable intangible assets	150	132	294	261
Amortization of computer software	162	133	326	274
Depreciation	110	105	217	243
EBITDA	\$1,257	\$808	\$2,073	\$1,537
Adjustments:				
Share of post tax earnings in equity method investees	(2)	(3)	(7)	(3)
Other operating (gains) losses, net	(286)	34	(319)	33
Fair value adjustments	(8)	(36)	(10)	(27)
EBITDA from other businesses ⁽³⁾	(74)	(98)	(129)	(140)
Adjusted EBITDA	\$887	\$705	\$1,608	\$1,400
Adjusted EBITDA Margin	27.8%	24.0%	25.5%	23.8%

(1) Underlying operating profit is operating profit from reportable segments and corporate expenses. Underlying operating profit margin is the underlying operating profit expressed as a percentage of revenues from ongoing businesses.

(2) Thomson Reuters defines adjusted EBITDA as underlying operating profit excluding the related depreciation and amortization of computer software but including integration programs expense. Adjusted EBITDA margin is adjusted EBITDA expressed as a percentage of revenues from ongoing businesses.

(3) Other businesses are businesses that have been or are expected to be exited through sale or shut-down that did not qualify for discontinued operations classification. Other businesses do not qualify as a component of the company's four reportable segments, nor as a separate reportable segment.

Thomson Reuters Corporation

Reconciliation of Underlying Operating Profit to Adjusted EBITDA⁽³⁾ by Division and Business Segment (Slides 11, 15, 16, 17, 19 & 22)

(millions of U.S. dollars)

(unaudited)

	Three Months Ended June 30, 2011			Three Months Ended June 30, 2010		
	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA
Legal ⁽¹⁾	\$236	\$78	\$314	\$220	\$67	\$287
Tax & Accounting ⁽¹⁾	50	22	72	35	21	56
Intellectual Property & Science ⁽¹⁾	57	14	71	56	14	70
Professional division	343	114	457	311	102	413
Markets division	388	144	532	312	115	427
Corporate expenses	(62)	2	(60)	(50)	5	(45)
Integration programs expenses	n/a	n/a	(42)	n/a	n/a	(90)
	\$669	260	\$887	\$573	222	\$705
	Six Months Ended June 30, 2011			Six Months Ended June 30, 2010		
	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA
Legal ⁽¹⁾	\$422	\$150	\$572	\$402	\$131	\$533
Tax & Accounting ⁽¹⁾	93	44	137	72	41	113
Intellectual Property & Science ⁽¹⁾	109	28	137	106	28	134
Professional division	624	222	846	580	200	780
Markets division	718	285	1,003	630	272	902
Corporate expenses	(137)	8	(129)	(107)	12	(95)
Integration programs expenses	n/a	n/a	(112)	n/a	n/a	(187)
	\$1,205	515	\$1,608	\$1,103	484	\$1,400

** excludes Other businesses⁽²⁾

n/a = not applicable

(1) Thomson Reuters reorganized its reportable segments in the second quarter of 2011. The company's four reportable segments are Legal, Tax & Accounting, Intellectual Property & Science and Markets. Prior-period amounts have been reclassified to reflect the current presentation

(2) Other businesses are businesses that have been or are expected to be exited through sale or shut-down that did not qualify for discontinued operations classification. Other businesses do not qualify as a component of the company's four reportable segments, nor as a separate reportable segment.

(3) Thomson Reuters defines adjusted EBITDA as underlying operating profit excluding the related depreciation and amortization of computer software but including integration programs expense.

Thomson Reuters Corporation

Reconciliation of Earnings Attributable to Common Shareholders to Adjusted Earnings from Continuing Operations ⁽¹⁾ (Slide 25)

(millions of U.S. dollars, except as otherwise indicated and except for per share data)

(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2011	2010	2011	2010
Earnings attributable to common shareholders	\$ 563	\$ 290	\$ 813	\$ 417
Adjustments:				
Operating profit from Other businesses ⁽³⁾	(62)	(82)	(101)	(107)
Fair value adjustments	(8)	(36)	(10)	(27)
Other operating gains (losses), net	(286)	34	(319)	33
Other finance (income) costs	(9)	(39)	(16)	24
Share of post tax earnings in equity method investees	(2)	(3)	(7)	(3)
Tax on above items ⁽¹⁾	115	30	127	29
Interim period effective tax rate normalization ⁽²⁾	15	7	5	(11)
Discrete tax item	(46)	-	(46)	-
Amortization of other identifiable intangible assets	150	132	294	261
Discontinued operations	-	6	(2)	6
Dividends declared on preference shares	(1)	-	(2)	(1)
Adjusted earnings from continuing operations	\$ 429	\$ 339	\$ 736	\$ 621
Adjusted earnings per share from continuing operations	\$ 0.51	\$ 0.41	\$ 0.88	\$ 0.74
Diluted weighted average common shares <i>(in millions)</i>	<u>839.8</u>	<u>835.8</u>	<u>839.0</u>	<u>835.3</u>

(1) Adjusted earnings from continuing operations and adjusted earnings per share from continuing operations include dividends declared on preference shares and integration programs expense, but exclude the pre-tax impacts of amortization of other identifiable intangible assets as well as the post-tax impacts of fair value adjustments, other operating gains and losses, certain impairment charges, the results of Other businesses (see note (3) below), other net finance (income) costs, Thomson Reuters share of post-tax (earnings) losses 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) Other businesses are businesses that have been or are expected to be exited through sale or shut-down that did not qualify for discontinued operations classification. Other businesses do not qualify as a component of the company's four reportable segments, nor as a separate reportable segment.

Thomson Reuters Corporation

Reconciliation of Net Cash Provided by Operating Activities to Underlying Free Cash Flow ⁽¹⁾ ⁽²⁾ (Slide 26)

(millions of U.S. Dollars)

(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2011	2010	2011	2010
Net cash provided by operating activities ⁽³⁾	\$ 879	\$ 889	\$ 1,079	\$ 1,193
Capital expenditures, less proceeds from disposals ⁽³⁾	(247)	(249)	(541)	(558)
Other investing activities	2	4	37	3
Dividends paid on preference shares	(1)	-	(2)	(1)
Free cash flow ⁽²⁾ ⁽³⁾	633	644	573	637
Integration programs costs	67	107	140	221
Underlying free cash flow	\$ 700	\$ 751	\$ 713	\$ 858

(1) Underlying free cash flow is free cash flow excluding one-time cash costs associated with integration programs.

(2) Free cash flow is net cash provided by operating activities less capital expenditures, other investing activities and dividends paid on our 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.

(3) There was no impact on free cash flow or underlying free cash flow as a result of the revision of prior-period amounts for "net cash provided by operating activities" and "capital expenditures, less proceeds from disposals."

Thomson Reuters Corporation**Other Businesses ⁽¹⁾***(millions of U.S. Dollars)**(unaudited)*

	Three Months Ended June 30,		Six Months Ended June 30,	
	2011	2010	2011	2010
<u>Other businesses</u>				
Revenues	\$252	\$274	\$474	\$479
Operating profit	\$62	\$82	\$101	\$107
Depreciation and amortization of computer software	12	16	28	33
EBITDA	\$74	\$98	\$129	\$140

(1) Other businesses are businesses that have been or are expected to be exited through sale or shut-down that did not qualify for discontinued operations classification. Other businesses do not qualify as a component of the company's four reportable segments, nor as a separate reportable segment.