

Thomson Reuters**Reconciliation of Net Cash Provided by Operating Activities to Free Cash Flow ⁽¹⁾****Q3 2008 Earnings Presentation - November 12, 2008***(Amounts in millions of U.S. Dollars)*

	Three Months		Nine Months	
	Ended September 30,		Ended September 30,	
	2008	2007	2008	2007
Net cash provided by operating activities	\$ 592	\$ 427	\$ 1,756	\$ 1,157
Capital expenditures	(249)	(143)	(589)	(383)
Other investing activities	(10)	(10)	(33)	(33)
Capital expenditures of discontinued operations	-	(2)	-	(97)
Other investing activities of discontinued operations	-	4	(7)	(2)
Dividends paid on preference shares	(1)	(1)	(4)	(4)
Free cash flow	<u>\$ 332</u>	<u>\$ 275</u>	<u>\$ 1,123</u>	<u>\$ 638</u>

(1) Free cash flow is net cash provided by operating activities less capital expenditures, other investing activities 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 common dividends and fund new acquisitions.