

QUEST DIAGNOSTICS INCORPORATED AND SUBSIDIARIES
RECONCILIATION OF NON-GAAP MEASURES

The following is a reconciliation of non-GAAP measures presented in the financial highlights to their most comparable measure under generally accepted accounting principles.

	Year Ended December 31,				
	2008	2007	2006	2005	2004
	(in thousands, except per share data)				
Income from continuing operations	\$ 632,184	\$ 553,828	\$ 625,692	\$ 573,196	\$ 492,415
Add:					
Amortization of goodwill, net of taxes	-	-	-	-	-
Loss on debt extinguishment, net of taxes ..	-	-	-	-	-
Adjusted income from continuing operations	<u>\$ 632,184</u>	<u>\$ 553,828</u>	<u>\$ 625,692</u>	<u>\$ 573,196</u>	<u>\$ 492,415</u>
Diluted earnings per common share from continuing operations:					
Reported diluted earnings per common share from continuing operations.....	\$ 3.23	\$ 2.84	\$ 3.14	\$ 2.79	\$ 2.32
Adjusted diluted earnings per common share from continuing operations.....	\$ 3.23	\$ 2.84	\$ 3.14	\$ 2.79	\$ 2.32
Weighted average number of common shares outstanding – diluted	195,959	195,262	199,542	205,530	214,145

	Year Ended December 31,				
	2003	2002	2001	2000	1999
	(in thousands, except per share data)				
Income from continuing operations	\$ 429,173	\$ 317,445	\$ 161,624	\$ 105,471	\$ 4,797
Add:					
Amortization of goodwill, net of taxes	-	-	35,246	35,305	21,295
Provision for restructuring and other special charges, net of taxes	-	-	-	-	44,118
Loss on debt extinguishment, net of taxes ..	-	-	<u>25,207</u>	<u>2,896</u>	<u>2,139</u>
Adjusted income from continuing operations	<u>\$ 429,173</u>	<u>\$ 317,445</u>	<u>\$ 222,077</u>	<u>\$ 143,672</u>	<u>\$ 72,349</u>
Diluted earnings per common share from continuing operations:					
Reported diluted earnings per common share from continuing operations.....	\$ 1.99	\$ 1.57	\$ 0.83	\$ 0.56	\$ 0.03
Adjusted diluted earnings per common share from continuing operations.....	\$ 1.99	\$ 1.57	\$ 1.13	\$ 0.76	\$ 0.51
Weighted average number of common shares outstanding – diluted	217,578	205,294	195,779	188,601	143,309