

Share Repurchase, Dividend, and Stock Split History

**ADVANCING TOTAL SHAREHOLDER VALUE**

Since 1996, The McGraw-Hill Companies has returned more than \$8.4 billion to shareholders through dividend payments and share buybacks. The combination of an expanded share repurchase program and a record of increased dividends for the 35th consecutive year demonstrates The McGraw-Hill Companies' commitment to advancing total shareholder value.

In 2007, The McGraw-Hill Companies repurchased 37 million shares at a cost of \$2.2 billion. Twenty-eight million shares remain under the stock repurchase program approved in January 2007, with a target of 15 million shares in 2008. In the first quarter of 2008, 3.4 million shares were repurchased for a total cost of \$134 million at an average price of \$39.42 per share.

The Board of Directors approved in January 2008, a 7.3% increase in the regular quarterly cash dividend on MHP's common stock. The 2008 annualized rate of \$0.88 per share represents an average compound annual dividend growth rate of 10.3% since 1974. MHP is one of fewer than 30 companies in the S&P 500 that has increased its dividend annually for the last 35 consecutive years.

**Share Repurchase Programs<sup>1</sup>**

Year	\$ in millions	Shares Purchased	Average Price	Diluted Weighted Average Shares Outstanding
2007	\$ 2,212.7	37,000,000	\$ 59.80	344,784,866
2006	\$ 1,540.1	28,400,000	\$ 54.23	366,877,769
2005	\$ 671.9	14,343,900	\$ 46.84	382,569,750
2004	\$ 400.6	10,000,000	\$ 40.06	385,823,700 <sup>2</sup>
2003	\$ 212.6	6,935,400	\$ 30.65	384,009,014
2002	\$ 195.6	6,409,200	\$ 30.52	389,146,638
2001	\$ 182.1	6,203,400	\$ 29.35	391,745,196
2000	\$ 167.7	6,235,200	\$ 26.90	392,143,250
1999	\$ 173.8	6,463,400	\$ 26.89	397,114,618
1998	\$ 105.6	5,348,000	\$ 19.75	398,208,132
1997	\$ 79.9	5,200,400	\$ 15.36	399,008,728
1996	\$ 63.3	5,451,600	\$ 11.61	399,483,608
1987	\$ 135.0	19,960,000	\$ 6.76	

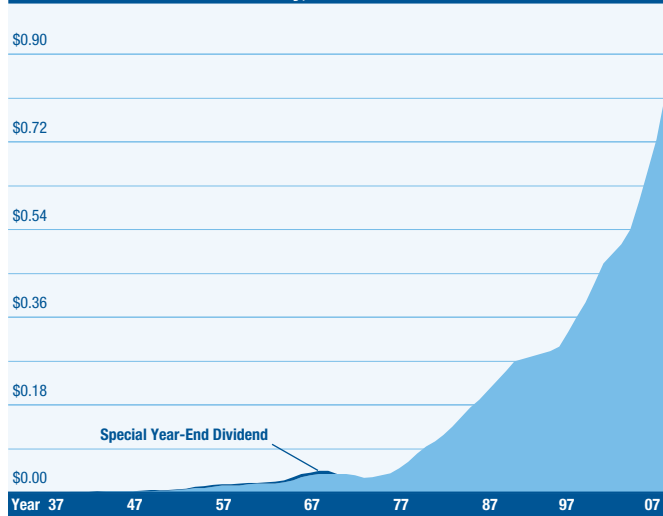
Note:

Shares repurchased are reported on a trade-date basis

<sup>1</sup> Adjusted for all stock splits through 2005. Approximately 45% of repurchases during 1996-2007 offset the issuance of shares for stock option and restricted share programs; the remaining 55% reduce the net number of shares outstanding

<sup>2</sup> Increase primarily due to impact of 30% increase in MHP stock price in 2004. Under the treasury-stock method, an increase in share price results in more shares assumed to be issued since more options are considered in-the-money

**Common Stock Dividend History, 1937-2007**



Notes:

Represents nominal dividend rates

Dividend increases effective for first quarter of 1974 and forward

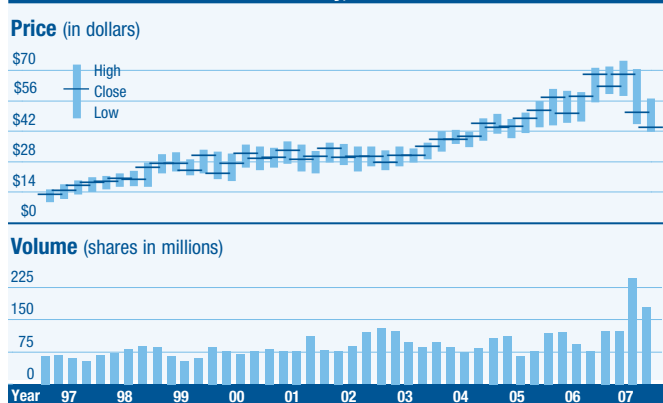
No special year-end dividends after 1969

Adjusted for all stock splits through 2005

**Stock Split History**

Record Date	Payment Date	Distribution
May 6, 2005	May 17, 2005	2 for 1
February 24, 1999	March 8, 1999	2 for 1
March 28, 1996	April 26, 1996	2 for 1
May 9, 1983	June 1, 1983	2 for 1
June 30, 1967	July 17, 1967	2 for 1
March 10, 1961	March 17, 1961	3 for 1
July 25, 1956	August 8, 1956	3 for 1
July 24, 1953	August 3, 1953	2 for 1

**MHP Stock Price and Volume History, 1997-2007\***



Source: Standard & Poor's Compustat

**MHP DEBT PROFILE****Summary of Debt Outstanding, 12/31/2007**

(dollars in millions)

5.375% Senior notes, due 2012	\$ 399.7
5.900% Senior notes, due 2017	399.0
6.550% Senior notes, due 2037	398.4
Notes payable	0.3
Commercial paper <sup>(1)</sup>	-
<b>Total debt</b>	<b>\$ 1,197.4</b>
Cash	396.1
<b>Net debt</b>	<b>\$ 801.4</b>

<sup>1</sup> Company's available commercial paper program is \$1.2 billion. There were no outstanding commercial paper borrowings as of 12/31/2007

**MHP Debt Ratings**

The McGraw-Hill Companies continues to maintain a strong financial position even as it invests in new opportunities.

	<b>Moody's</b>	<b>Fitch</b>
Long-term debt	A1	A+
Commercial paper	P1	F1
Outlook	Negative	Stable

**QUARTERLY STOCK VALUATION DATA**

Year	Quarter	Prices*			MHP Volume	MHP – Price to Earnings**			S&P 500 – Price to Earnings			P/E Relative to S&P 500		
		High	Low	Close		High	Low	Close	High	Low	Close	High	Low	Close
2007	4	55.140	43.460	43.810	178,192,844	18.08	14.25	14.36	19.09	17.04	17.79	0.95	0.84	0.81
	3	68.810	47.150	50.910	247,126,617	21.98	15.06	16.27	17.42	15.35	17.09	1.26	0.98	0.95
	2	72.500	60.160	68.080	123,650,344	24.83	20.60	23.32	16.83	15.47	16.42	1.48	1.33	1.42
	1	69.980	61.060	62.880	124,541,820	25.63	23.37	23.03	16.36	15.26	15.90	1.57	1.53	1.45
2006	4	69.250	57.280	68.020	76,636,900	26.95	22.29	26.47	16.32	15.13	16.17	1.65	1.47	1.64
	3	58.300	48.400	58.030	92,639,400	22.95	19.06	22.85	15.60	14.25	15.55	1.47	1.34	1.47
	2	58.750	47.800	50.230	121,441,400	23.98	19.51	20.50	16.23	14.92	15.54	1.48	1.31	1.32
	1	59.570	46.370	57.620	119,198,700	25.35	19.73	24.52	16.55	15.73	16.35	1.53	1.25	1.50
2005	4	53.970	45.600	51.630	78,045,900	23.26	19.66	22.25	16.69	15.28	16.33	1.39	1.29	1.36
	3	48.750	43.010	48.040	66,287,000	21.86	19.29	21.54	16.79	15.95	16.56	1.30	1.21	1.30
	2	45.675	40.510	44.250	111,714,000	21.91	19.43	21.22	16.88	15.73	16.49	1.30	1.24	1.29
	1	47.995	42.810	43.625	106,768,000	24.00	21.41	21.81	17.61	16.67	16.91	1.36	1.28	1.29
2004	4	46.055	39.425	45.770	83,969,000	23.74	20.32	23.59	17.94	16.11	17.91	1.32	1.26	1.32
	3	39.885	36.415	39.845	74,212,200	21.50	19.63	21.48	17.66	16.44	17.25	1.22	1.19	1.25
	2	40.670	37.825	38.285	85,443,000	23.11	21.49	21.75	18.52	17.32	18.36	1.25	1.24	1.18
	1	40.185	34.550	38.070	97,652,000	23.64	20.32	22.39	19.95	18.98	19.39	1.18	1.07	1.15
2003	4	35.000	30.995	34.960	84,799,800	21.21	18.78	21.19	20.34	18.21	20.33	1.04	1.03	1.04
	3	32.255	29.300	31.065	97,932,400	20.35	18.49	19.60	20.10	18.57	19.25	1.01	1.00	1.02
	2	33.075	27.730	31.000	124,260,600	21.62	18.12	20.26	20.74	17.32	19.91	1.04	1.05	1.02
	1	31.290	25.870	27.795	131,153,800	20.79	17.19	18.47	19.62	16.55	17.79	1.06	1.04	1.04
2002	4	33.150	27.755	30.220	120,239,200	22.25	18.63	20.28	20.73	16.70	19.11	1.07	1.12	1.06
	3	32.990	25.355	30.610	87,467,400	23.15	17.79	21.48	22.58	17.62	18.52	1.03	1.01	1.16
	2	34.365	28.150	29.850	78,497,800	25.74	21.09	22.36	27.60	22.92	23.80	0.93	0.92	0.94
	1	34.850	29.440	34.125	78,760,600	27.23	23.00	26.66	30.20	27.57	29.44	0.90	0.83	0.91
2001	4	30.900	24.350	30.490	110,203,800	24.92	19.64	24.59	30.21	26.43	29.55	0.82	0.74	0.83
	3	33.975	25.275	29.100	77,876,200	27.51	20.47	23.56	29.50	22.48	24.77	0.93	0.91	0.95
	2	35.435	28.920	33.075	76,444,200	30.29	24.72	28.27	27.98	23.22	26.03	1.08	1.06	1.09
	1	32.370	27.045	29.825	82,145,400	28.27	23.62	26.05	26.16	20.44	21.94	1.08	1.16	1.19
2000	4	33.000	26.000	29.313	75,829,400	27.73	21.85	24.63	25.92	22.34	23.52	1.07	0.98	1.05
	3	33.844	27.125	31.781	68,728,000	29.18	23.38	27.40	26.94	25.00	25.30	1.08	0.94	1.08
	2	29.938	20.938	27.000	77,756,800	26.49	18.53	23.89	27.47	24.09	26.17	0.96	0.77	0.91
	1	30.844	21.750	22.750	87,262,600	28.56	20.14	21.06	28.80	24.57	27.79	0.99	0.82	0.76
1999	4	31.563	24.500	30.813	59,725,800	30.94	24.02	30.21	28.37	23.87	28.43	1.09	1.01	1.06
	3	27.063	23.563	24.188	52,501,000	28.04	24.42	25.06	28.76	25.44	25.98	0.98	0.96	0.96
	2	30.375	25.219	26.969	66,502,200	33.94	28.18	30.13	29.36	27.28	29.29	1.16	1.03	1.03
	1	29.563	24.438	27.250	85,734,200	34.28	28.33	31.59	29.37	26.74	28.54	1.17	1.06	1.11
1998	4	25.828	18.063	25.469	87,647,200	30.30	21.19	29.88	28.12	20.86	27.77	1.08	1.02	1.08
	3	21.750	18.516	19.813	82,613,200	26.13	22.24	23.80	27.00	21.32	23.07	0.97	1.04	1.03
	2	20.750	18.188	20.375	71,664,398	26.60	23.32	26.12	25.40	24.05	25.38	1.05	0.97	1.03
	1	19.500	17.125	19.015	67,188,390	26.09	22.91	25.44	25.09	20.57	24.83	1.04	1.11	1.02
1997	4	18.844	15.781	18.500	52,370,784	25.64	21.47	25.17	22.41	19.43	22.05	1.14	1.11	1.14
	3	17.406	14.750	16.922	60,297,190	24.18	20.49	23.50	22.05	20.43	21.66	1.10	1.00	1.09
	2	15.719	12.469	14.703	67,458,780	24.37	19.33	22.80	21.17	17.21	20.77	1.15	1.12	1.10
	1	13.281	11.219	12.781	65,728,781	21.34	18.02	20.53	19.56	17.45	18.11	1.09	1.03	1.13

\* Data reflects the 2-for-1 stock split completed on May 17, 2005. All prior periods have been restated to reflect the 2005 split

\*\* Based on 12-month moving operating earnings per share, which excludes one-time items

Source: Standard & Poor's Compustat