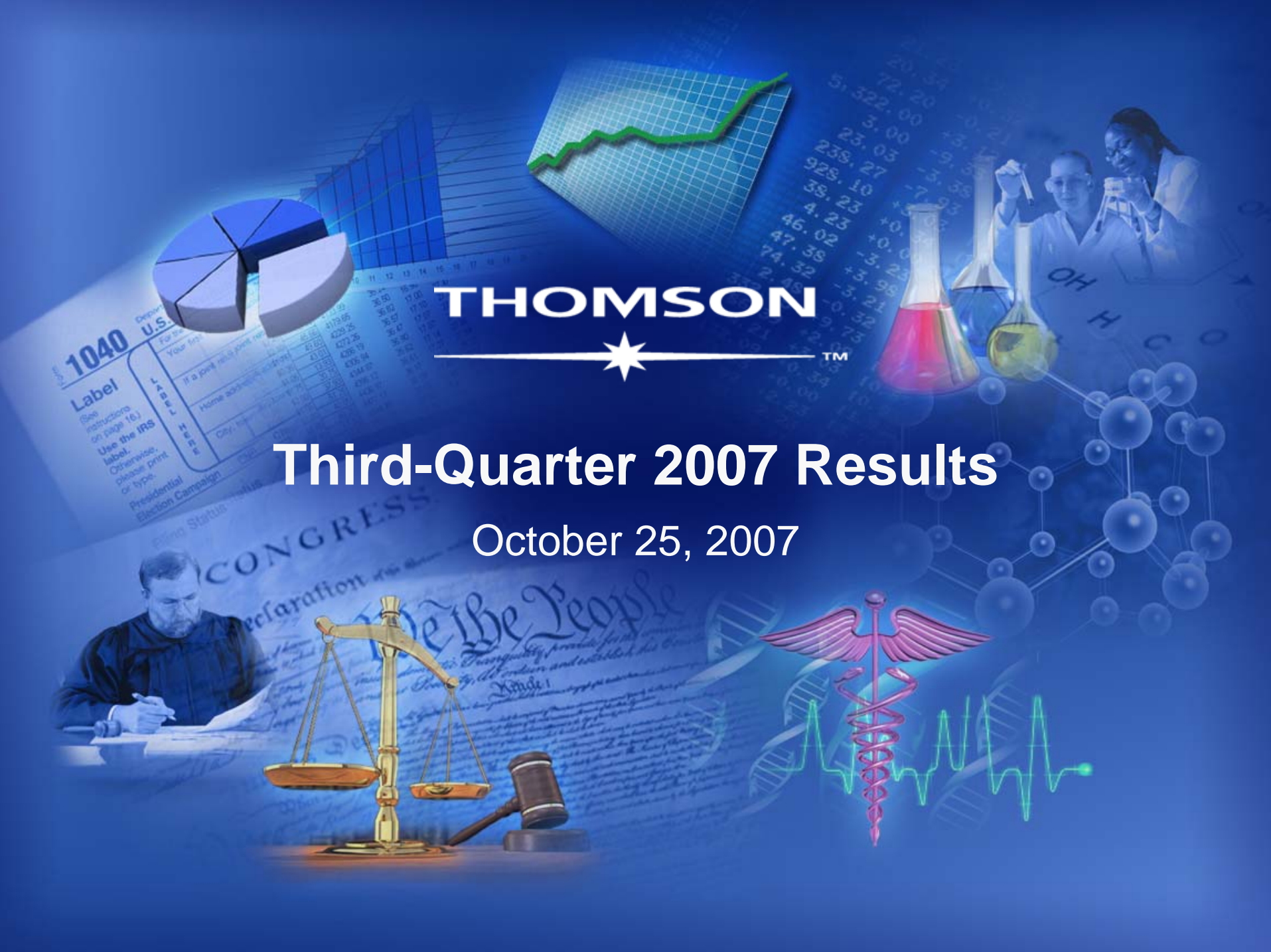


THOMSON



Third-Quarter 2007 Results

October 25, 2007



Agenda

- Welcome/Introduction Frank Golden
- Q3 Overview Richard Harrington
- Q3 Financial Review Robert Daleo
- Questions & Answers



Special Note

CAUTIONARY NOTE CONCERNING FACTORS THAT MAY AFFECT FUTURE RESULTS

This presentation, in particular the discussion of the proposed acquisition of Reuters Group PLC and remarks related to Thomson's outlook and prospects, includes forward-looking statements, such as Thomson's beliefs and expectations regarding its financial performance in 2007. These statements are based on certain assumptions and reflect Thomson's current expectations. Forward-looking statements also include statements about Thomson's beliefs and expectations related to its ability to deliver continued growth and profitability and drive shareholder value, its anticipated run-rate savings and costs related to THOMSONplus as well as the timing for the program, its beliefs about the benefits to shareholders and customers of the combined Thomson-Reuters business after the deal closes and the opportunities that may be available to the combined business. While Thomson believes that the proposed transaction with Reuters Group PLC will be approved by antitrust/competition authorities, there can be no assurance that the required approvals will be obtained, how long it will take to obtain such approvals or what conditions, if any, such authorities may impose. All forward-looking statements in this presentation are subject to a number of risks and uncertainties that could cause actual results or events to differ materially from current expectations. These risks and uncertainties include the ability to achieve the cost savings and synergies contemplated through the proposed Reuters transaction; the failure of Reuters shareholders to approve the proposed transaction; the effect of regulatory conditions, if any, imposed by regulatory authorities; the reaction of Thomson's and Reuters' customers, employees and suppliers to the proposed transaction; the ability to promptly and effectively integrate the businesses of Thomson and Reuters after the transaction closes; and the diversion of management time on proposed transaction-related issues. Additional factors that could cause actual results or events to differ materially from current expectations are discussed in Thomson's materials filed with the securities regulatory authorities in Canada and the United States from time to time, including Thomson's latest annual information form, which is also contained in its most recent annual report on Form 40-F filed with the U.S. Securities and Exchange Commission (SEC). Any forward-looking statements made by or on behalf of Thomson speak only as of the date they are made. Thomson disclaims any intention or obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, other than as required by law.

ADDITIONAL INFORMATION

This presentation does not constitute an offer for sale of any securities or an offer or an invitation to purchase any such securities. Following satisfaction or waiver of the pre-conditions to the proposed Reuters transaction, documents relating to the proposed transaction will be furnished to or filed with the SEC. Shareholders are urged to read such documents regarding the proposed transaction if and when they become available, because they will contain important information. Shareholders will be able to obtain free copies of these documents, as well as other filings containing information about the companies, without charge, at the SEC's website at www.sec.gov, at the Canadian securities regulatory authorities' website at www.sedar.com and from Thomson. These documents will also be available for inspection and copying at the public reference room maintained by the SEC at 100 F Street, N.E., Washington, D.C. 20549, USA. For further information about the public reference room, call the SEC at +1 800-732-0330.

Statements in this presentation which relate to potential earnings enhancements should not be interpreted to mean that earnings per share will necessarily be greater than those for the relevant preceding financial period.

NON-GAAP FINANCIAL MEASURES

This presentation contains disclosures of certain non-GAAP financial measures, such as adjusted earnings and free cash flow. Please see the "Investor Relations" section of our website, www.thomson.com, for a reconciliation of each of these measures to the most directly comparable GAAP financial measure. You can also find some GAAP reconciliations in the tables attached to our earnings release dated October 25, 2007, which is also available on the Thomson website.



Overview

Richard J. Harrington

President &
Chief Executive Officer

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Q3 2007 Overview

- Q3 2007 Operating Performance
- Thomson's Growth Drivers
- Reuters Acquisition Update



Q3 Financial Highlights

- Revenue Growth
 - Up 11% including FX
 - Up 9% excluding FX
 - 6% organic growth
- Operating Profit Growth
 - Down 1%
 - Up 16% excluding one-time costs
- Adjusted Earnings Per Share
 - \$0.48 per share vs. \$0.31 prior period



Thomson's Strengths

- A leading provider of integrated information solutions to business and professional customers
 - At the center of business & commercial enterprise dealings every day
- #1 or #2 positions in business and professional markets
- Electronic, subscription-based services generate high recurring revenue and high incremental profitability
- Generate significant and consistent levels of free cash flow
 - 5 year free cash flow CAGR = 20%



Growth Drivers

Year-to-Date September (>\$100M Electronic Solutions Business)

<u>Solution</u>	<u>YTD September Growth</u>
Westlaw	9%
Checkpoint	26%
International Online	18%
TTA Software	22%
FindLaw	26%
Healthcare Decision Support	7%
Web of Science	10%
Thomson ONE	22%



Transaction Update

- European Commission Phase 2 announced October 8th
 - Anticipate review completion during Q1 2008
- U.S. Department of Justice review also taking place
 - No formal Hart-Scott-Rodino filing made due to DLC structure
 - DOJ conducting a review similar to a formal HSR review
 - DOJ to provide decision by January 15, 2008
- Integration planning teams in place and making progress
 - Integration committees formed to identify opportunities
 - Focused on serving customers and growing their businesses



Thomson-Reuters Opportunity

- Will be the largest information services & news company serving business & professional customers worldwide
- Will have a global footprint, with well-established positions in North America, Europe & Asia
- Will deliver high-end, critical content with software tools & services enabling our customers to perform at a higher level
- Will have strong positions in financial, legal, tax & accounting with emerging positions in scientific research and healthcare markets
- Will be well positioned to capitalize on market trends
- Will generate significant free cash flow and create shareholder value



Summary

- Strong 9-month results
- Momentum continuing
- Reuters acquisition on track

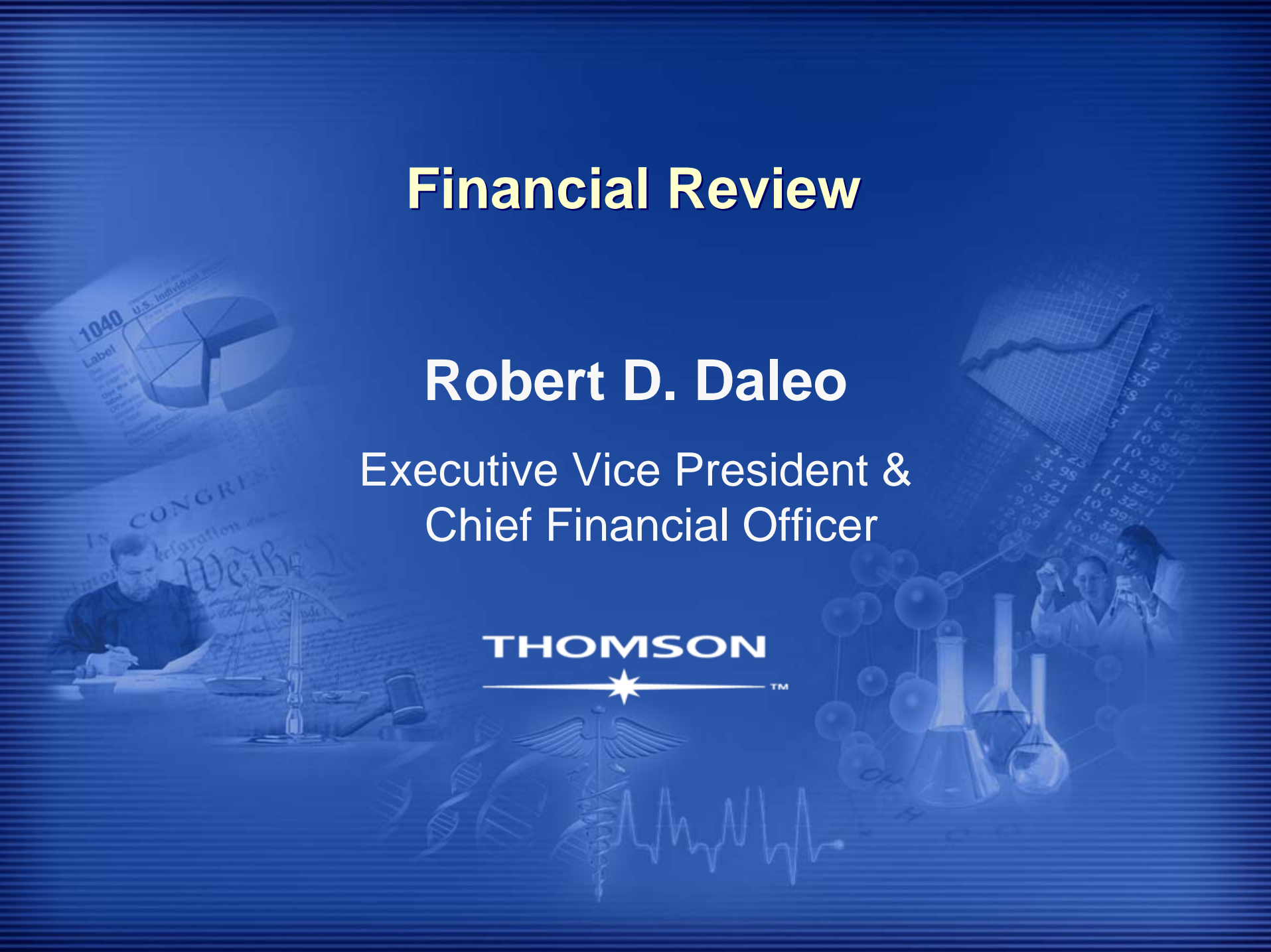


Financial Review

Robert D. Daleo

Executive Vice President &
Chief Financial Officer

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Today's Agenda

- Q3 and 9-Month Results
- Corporate Expenses
- Key Metrics
- 2007 Business Visibility



Consolidated Results

(\$ Millions)

THIRD QUARTER

NINE MONTHS

	<u>2007</u>	<u>2006</u>	<u>Change</u>	<u>2007</u>	<u>2006</u>	<u>Change</u>
Revenues	\$1,801	\$1,622	11%	\$5,278	\$4,756	11%
Operating Profit	\$ 312	\$ 314	-1%	\$ 893	\$ 831	7%
<i>Operating Profit Margin</i>	17.3%	19.4%		16.9%	17.5%	
<u>Excluding One-Time Costs:</u>						
Operating Profit	\$ 378	\$ 327	16%	\$1,022	\$ 862	19%
<i>Operating Profit Margin</i>	21.0%	20.2%		19.4%	18.1%	

Note: Results from continuing operations.



Legal

(\$ Millions)

	THIRD QUARTER			NINE MONTHS		
	<u>2007</u>	<u>2006</u>	<u>Change</u>	<u>2007</u>	<u>2006</u>	<u>Change</u>
Revenues	\$856	\$769	11%	\$2,458	\$2,228	10%
Segment Operating Profit	\$274	\$259	6%	\$ 778	\$ 693	12%
<i>Segment Operating Profit Margin</i>	32.0%	33.7%		31.7%	31.1%	
<u>Excluding Legal Settlement Charge:</u>						
Segment Operating Profit	\$287	\$259	11%	\$ 791	\$ 693	14%
<i>Segment Operating Profit Margin</i>	33.5%	33.7%		32.2%	31.1%	

Note: Results from continuing operations.



Financial

(\$ Millions)

THIRD QUARTER

NINE MONTHS

	<u>2007</u>	<u>2006</u>	<u>Change</u>	<u>2007</u>	<u>2006</u>	<u>Change</u>
Revenues	\$544	\$508	7%	\$1,611	\$1,497	8%
Segment Operating Profit	\$117	\$ 97	21%	\$ 319	\$ 269	19%
<i>Segment Operating Profit Margin</i>	21.5%	19.1%		19.8%	18.0%	

Note: Results from continuing operations.



TradeWeb (TW) Transaction

- Strategic partnership with 9 global dealers
 - Allows Thomson Financial to secure growth opportunities on TW platform over the long term
 - Allows banks to immediately participate in TW's growth as migration to electronic trading increases
- Testament to TW's established market position
- Creates global multi-asset class execution venue – a unified platform for trading fixed income, derivatives and equities
- Forming two separate companies
 - TradeWeb Markets – 85% Thomson owned & consolidate results
 - TradeWeb New Markets – 20% Thomson owned & accounted on equity basis



TradeWeb Structure

1) TradeWeb Markets (traditional TW business)

Trades – U.S. Treasuries, Mortgage-backed securities, Euro Sovereigns, Agencies, Agency Discount Notes, U.S. Repos, Commercial Paper

- Dealers invest \$180 million cash for a 15% interest
 - Values TW at \$1.2 billion
- Thomson Financial retains 85% interest in existing TW business and contributes Autex and Thomson Order Routing

2) TradeWeb New Markets (vehicle for new market opportunities)

Trades – U.S. & European corporate bonds, U.S. convertible bonds, U.S. dollar interest rate swaps, Credit default swaps, Japanese Government bonds

- Dealers investment
 - \$240 million for an 80% interest (\$60 million cash/\$180 million in contracts)
 - \$40 million more committed
- Thomson Financial's initial investment
 - \$60 million for a 20% interest (\$30 million cash/\$30 million in contracts)
 - \$10 million more committed
- TW New Markets will managed & supported by TW Markets & will pay a fee
- Nominal enterprise value = \$300 million at launch



Tax & Accounting

(\$ Millions)

THIRD QUARTER

NINE MONTHS

	<u>2007</u>	<u>2006</u>	<u>Change</u>	<u>2007</u>	<u>2006</u>	<u>Change</u>
Revenues	\$142	\$119	19%	\$457	\$387	18%
Segment Operating Profit	\$ 26	\$ 21	24%	\$ 95	\$ 73	30%
<i>Segment Operating Profit Margin</i>	18.3%	17.6%		20.8%	18.9%	

Note: Results from continuing operations.



Scientific

(\$ Millions)

THIRD QUARTER

NINE MONTHS

	<u>2007</u>	<u>2006</u>	<u>Change</u>	<u>2007</u>	<u>2006</u>	<u>Change</u>
Revenues	\$160	\$148	8%	\$471	\$440	7%
Segment Operating Profit	\$ 41	\$ 38	8%	\$120	\$105	14%
<i>Segment Operating Profit Margin</i>	25.6%	25.7%		25.5%	23.9%	

Note: Results from continuing operations.



Healthcare

(\$ Millions)

THIRD QUARTER

NINE MONTHS

	<u>2007</u>	<u>2006</u>	<u>Change</u>	<u>2007</u>	<u>2006</u>	<u>Change</u>
Revenues	\$102	\$81	26%	\$294	\$216	36%
Segment Operating Profit	\$ 15	\$10	50%	\$ 28	\$ 20	40%
<i>Segment Operating Profit Margin</i>	14.7%	12.3%		9.5%	9.3%	

Note: Results from continuing operations.



Corporate Expense Overview

(\$ Millions)

THIRD QUARTER

NINE MONTHS

2007

2006

2007

2006

*Corporate Costs before
THOMSONplus and Reuters
Transaction Costs*

\$42

\$39

\$142

\$120

THOMSONplus and Reuters
Transaction Costs

\$53

\$13

\$116

\$ 31

Total Corporate Costs

\$95

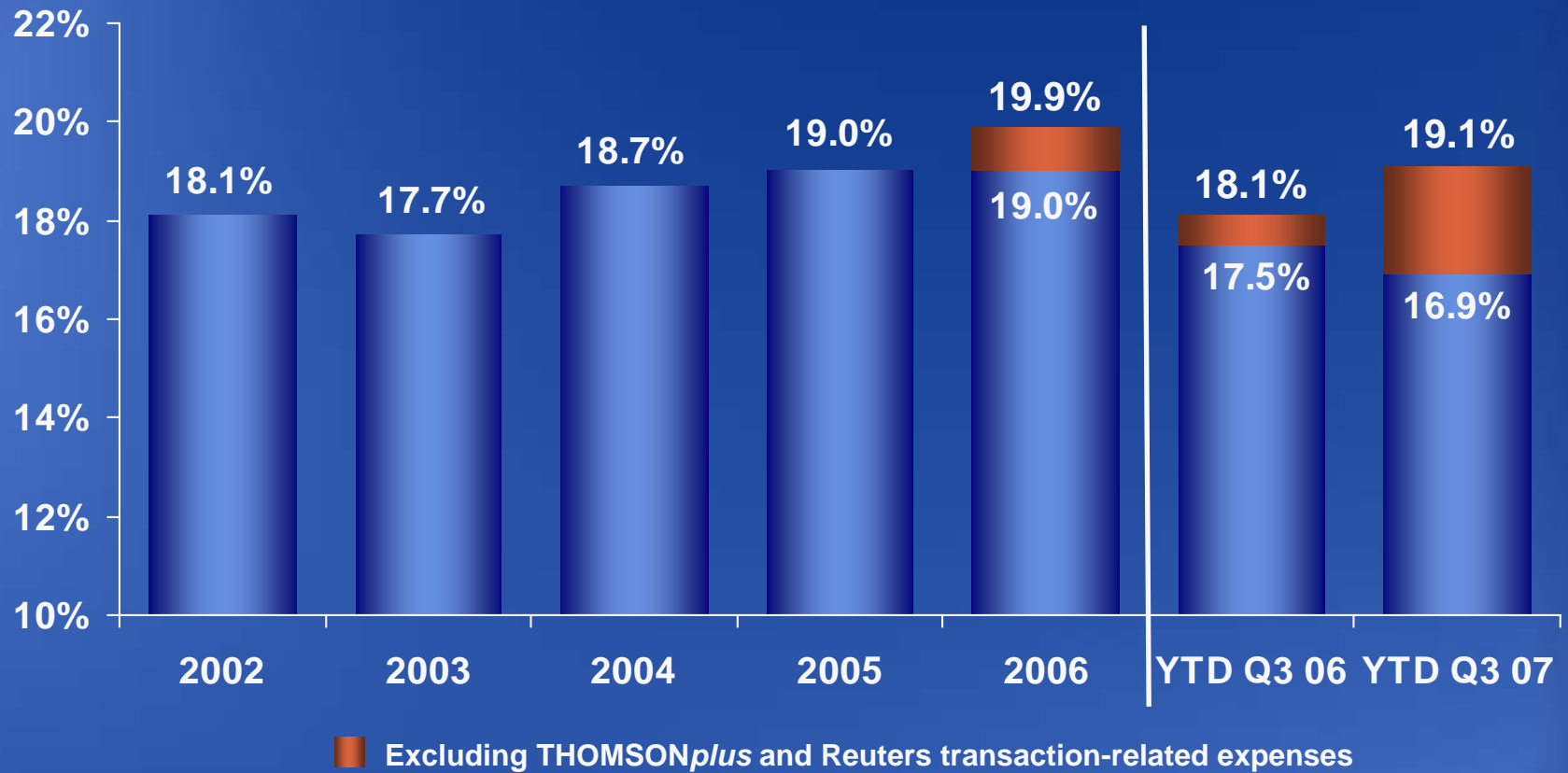
\$52

\$258

\$151



Operating Profit Margin



Note: Results from continuing operations.



Free Cash Flow



* Free cash flow excludes cost of acquisitions, proceeds from disposals and dividends paid on common shares.



Earnings/EPS Variance Analysis

(\$ Millions)

THIRD QUARTER

	2007		2006	
	<u>\$</u>	<u>EPS</u>	<u>\$</u>	<u>EPS</u>
Earnings – attributable to common shares as reported	\$2,968	\$4.61	\$418	\$ 0.65
Other (Income)/Expense	6	0.01	5	0.01
Reuters transaction-related costs	29	0.04	0	0.00
Tax on Above/Tax Benefits	(19)	(0.03)	(10)	(0.02)
Normalization of tax rate	(20)	(0.03)	(2)	(0.00)
Discontinued operations	(2,654)	(4.12)	(212)	(0.33)
Adjusted earnings	<u>\$ 310</u>	<u>\$0.48</u>	<u>\$199</u>	<u>\$ 0.31</u>



Business Visibility

	<u>9 Months 2007</u>	<u>2007 Full Year</u>
Revenues (excl. FX)	10%	7-9%
Operating Profit Margin (Including THOMSONplus, excluding Reuters-related costs)	16.9%	At or above 2006 level
Free Cash Flow	\$638 mm	Expected to grow from continuing operations
CAPEX/Revenue	7.3%	~7% underlying run rate
Depreciation and Amortization	\$537 mm	6-8% Higher
Effective Tax Rate – Adjusted Earnings	17.1%	20% Range



Factors Impacting Q4

- Concentration of print products
- Recent acquisitions
- THOMSON*plus* spending
- Reuters transaction-related costs



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Questions & Answers

October 25, 2007

