

Advancing Total Shareholder Value

At a time when many companies have stopped or significantly reduced dividend payments, The McGraw-Hill Companies' Board of Directors announced the 36th consecutive annual dividend increase in January 2009. The annualized rate of \$0.90 per share represents an average compound annual dividend growth rate of 10.1% since 1974. Since 1996, the Corporation has returned \$9.1 billion to shareholders through a combination of dividends and stock repurchases.

Share Repurchase Programs ⁽¹⁾

Year	\$ in millions	Shares Purchased	Average Price	Diluted Weighted Average Shares Outstanding
2008	\$ 447.2	10,900,000	\$ 41.03	318,687,254
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
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

(1) Adjusted for all stock splits. Approximately 45% of repurchases during 1996-2008 offset the issuance of shares for stock option and restricted share programs; the remaining 55% reduce the net number of shares outstanding

Stock Split History, 1953-2005

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 Debt Profile

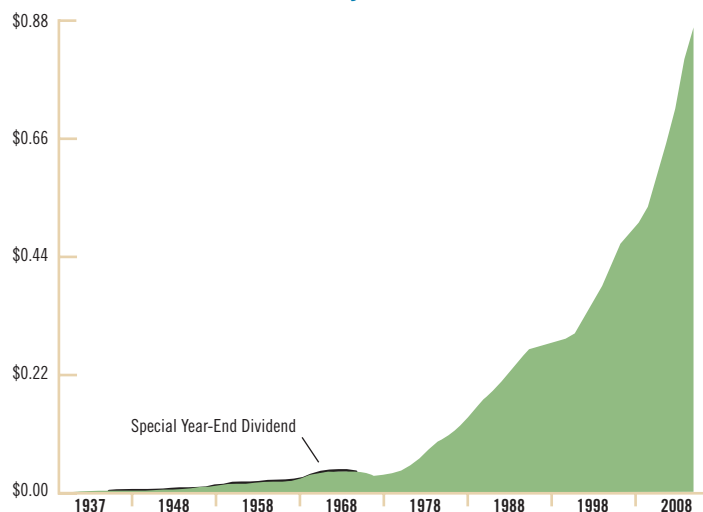
Summary of Debt Outstanding, 12/31/2008

(dollars in millions)

5.375% Senior notes, due 2012	\$ 399.7
5.900% Senior notes, due 2017	399.1
6.550% Senior notes, due 2037	398.5
Commercial paper ⁽¹⁾	70.0
Notes payable	0.3
Total debt	\$ 1,267.6
Cash	471.7
Net debt	\$ 795.9

(1) The Corporation has a commercial paper program backed by a \$1.15 billion revolving credit facility

Common Stock Dividend History, 1937-2008

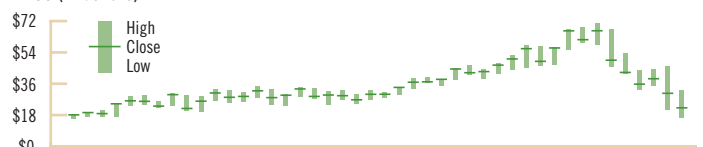


Notes:

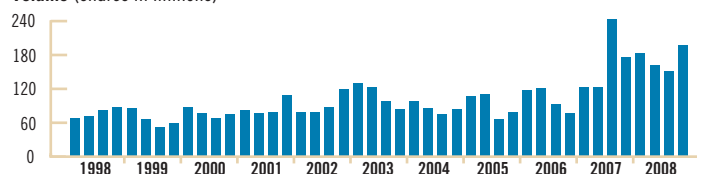
Represents annualized dividend rate per share
Adjusted for all stock splits

MHP Stock Price and Volume History, 1998-2008*

Price (in dollars)



Volume (shares in millions)



Source: Standard & Poor's Compustat

MHP Debt Ratings

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