

Thomson Reuters Corporation
Reconciliation of Ongoing Revenues ⁽¹⁾

(millions of U.S. Dollars)

(unaudited)

Slides 12, 15, 16, 17, 37

	Three Months Ended		Twelve Months Ended	
	December 31,		December 31,	
	2013	2012 ⁽³⁾	2013	2012 ⁽³⁾
Revenues				
Financial & Risk	\$1,673	\$1,714	\$6,648	\$6,802
Legal	868	858	3,351	3,266
Tax & Accounting	368	339	1,243	1,161
Intellectual Property & Science	275	250	982	894
Corporate & Other (includes Reuters News)	86	87	331	331
Eliminations	(5)	(3)	(12)	(11)
Revenues from ongoing businesses ⁽¹⁾	3,265	3,245	12,543	12,443
Other Businesses ⁽²⁾	13	119	159	689
Revenues	\$3,278	\$3,364	\$12,702	\$13,132

(1) Revenues from ongoing businesses are revenues from reportable segments and Corporate & Other (which includes Reuters News) less eliminations. Other Businesses (see note (2) below) are excluded.

(2) Other Businesses are businesses that have been or are expected to be exited through sale or closure that did not qualify for discontinued operations classification.

	Three months ended December 31,		Twelve months ended December 31,	
	2013	2012	2013	2012
(millions of U.S. dollars)				
<u>Other Businesses</u>				
Revenues	\$13	\$119	\$159	\$689
Operating profit	3	24	64	137
Depreciation and amortization of computer software	-	1	-	11
EBITDA	\$3	\$25	\$64	\$148

(3) Prior-period amounts have been revised to reflect the retrospective application of amendments to IAS 19, *Employee Benefits* and the adoption of IFRS 11, *Joint Arrangements*.

Thomson Reuters Corporation
Reconciliation of Operating Profit to Adjusted EBITDA ⁽¹⁾

(millions of U.S. Dollars)

(unaudited)

Slides 12, 15, 16, 17, 33, 37

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2013	2012 ⁽⁴⁾	2013	2012 ⁽⁴⁾
Operating profit	\$213	\$537	\$1,516	\$2,570
Adjustments to remove:				
Amortization of other identifiable intangible assets	159	160	641	619
Fair value adjustments	7	15	(14)	36
Other operating gains, net	(74)	(81)	(198)	(883)
Operating profit from Other Businesses ⁽²⁾	(3)	(24)	(64)	(137)
Underlying operating profit ⁽³⁾	\$302	\$607	\$1,881	\$2,205
Adjustments to remove:				
Depreciation and amortization of computer software (excluding Other Businesses ⁽²⁾)	308	286	1,189	1,105
Adjusted EBITDA ⁽¹⁾	\$610	\$893	\$3,070	\$3,310
Underlying operating profit margin ⁽³⁾	9.2%	18.7%	15.0%	17.7%
Adjusted EBITDA margin ⁽¹⁾	18.7%	27.5%	24.5%	26.6%

Thomson Reuters Corporation
Reconciliation of (Loss) Earnings from Continuing Operations to Adjusted EBITDA ⁽¹⁾

(millions of U.S. Dollars)

(unaudited)

Slides 12, 15, 16, 17, 33, 37

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2013	2012 ⁽⁴⁾	2013	2012 ⁽⁴⁾
(Loss) earnings from continuing operations	(\$347)	\$365	\$175	\$2,040
Adjustments to remove:				
Tax expense	425	43	848	126
Other finance costs (income)	19	4	53	(40)
Net interest expense	112	111	460	453
Amortization of other identifiable intangible assets	159	160	641	619
Amortization of computer software	202	182	773	691
Depreciation	106	105	416	425
EBITDA	\$676	\$970	\$3,366	\$4,314
Adjustments to remove:				
Share of post-tax earnings and impairment in equity method investments	4	14	(20)	(9)
Other operating gains, net	(74)	(81)	(198)	(883)
Fair value adjustments	7	15	(14)	36
EBITDA from Other Businesses ⁽²⁾	(3)	(25)	(64)	(148)
Adjusted EBITDA ⁽¹⁾	\$610	\$893	\$3,070	\$3,310

(1) Thomson Reuters defines adjusted EBITDA as underlying operating profit excluding the related depreciation and amortization of computer software. Adjusted EBITDA margin is adjusted EBITDA expressed as a percentage of revenues from ongoing businesses.

(2) Other Businesses are businesses that have been or are expected to be exited through sale or closure that did not qualify for discontinued operations classification.

	Three months ended December 31,		Twelve months ended December 31,	
	2013	2012	2013	2012
<i>(millions of U.S. dollars)</i>				
<u>Other Businesses</u>				
Revenues	\$13	\$119	\$159	\$689
Operating profit	\$3	\$24	\$64	\$137
Depreciation and amortization of computer software	-	\$1	-	11
EBITDA	\$3	\$25	\$64	\$148

(3) Underlying operating profit is operating profit from reportable segments and Corporate & Other (includes Reuters News). Underlying operating profit margin is the underlying operating profit expressed as a percentage of revenues from ongoing businesses.

(4) Prior-period amounts have been revised to reflect the retrospective application of amendments to IAS 19, *Employee Benefits* and the adoption of IFRS 11, *Joint Arrangements*.

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Reconciliation of Underlying Operating Profit ⁽¹⁾ to Adjusted EBITDA ⁽²⁾ by Business Segment (Slides 18, 19, 22, 23, 25, 26, 28, 29)

(millions of U.S. dollars)

(unaudited)

	Three Months Ended December 31, 2013			Three Months Ended December 31, 2012 ⁽⁴⁾		
	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA
Financial & Risk	\$81	\$163	\$244	\$289	\$155	\$444
Legal	199	73	272	259	70	329
Tax & Accounting	97	30	127	96	28	124
Intellectual Property & Science	54	21	75	66	18	84
Corporate & Other (includes Reuters News)	(129)	21	(108)	(103)	15	(88)
	<u>\$302</u>	<u>\$308</u>	<u>\$610</u>	<u>\$607</u>	<u>\$286</u>	<u>\$893</u>
	Twelve Months Ended December 31, 2013			Twelve Months Ended December 31, 2012 ⁽⁴⁾		
	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA	Underlying Operating Profit	Add: Depreciation and Amortization of Computer Software **	Adjusted EBITDA
Financial & Risk	\$816	\$641	\$1,457	\$1,082	\$609	\$1,691
Legal	903	291	1,194	967	279	1,246
Tax & Accounting	257	121	378	238	114	352
Intellectual Property & Science	225	79	304	235	68	303
Corporate & Other (includes Reuters News)	(320)	57	(263)	(317)	35	(282)
	<u>\$1,881</u>	<u>\$1,189</u>	<u>\$3,070</u>	<u>\$2,205</u>	<u>\$1,105</u>	<u>\$3,310</u>

** excludes Other Businesses ⁽³⁾

(1) Underlying operating profit is operating profit from reportable segments and Corporate & Other (which includes Reuters News).

(2) Thomson Reuters defines adjusted EBITDA as underlying operating profit excluding the related depreciation and amortization of computer software.

(3) Other Businesses are businesses that have been or are expected to be exited through sale or closure that did not qualify for discontinued operations classification.

	Three months ended December 31,		Twelve months ended December 31,	
	2013	2012	2013	2012
<u>Other Businesses</u>				
Revenues	\$13	\$119	\$159	\$689
Operating profit	\$3	\$24	\$64	\$137
Depreciation and amortization of computer software	-	\$1	-	11
EBITDA	<u>\$3</u>	<u>\$25</u>	<u>\$64</u>	<u>\$148</u>

(4) Prior-period amounts have been revised to reflect the retrospective application of amendments to IAS 19, *Employee Benefits* and the adoption of IFRS 11, *Joint Arrangements*.

Thomson Reuters Corporation
Reconciliation of (Loss) Earnings Attributable to Common Shareholders to Adjusted Earnings ⁽¹⁾ (Slide 16, 17, 35)
(millions of U.S. dollars, except as otherwise indicated and except for per share data)
(unaudited)

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2013	2012 ⁽⁵⁾	2013	2012 ⁽⁵⁾
(Loss) earnings attributable to common shareholders	(\$351)	\$352	\$137	\$1,989
Adjustments to remove:				
Operating profit from Other Businesses ⁽²⁾	(3)	(24)	(64)	(137)
Fair value adjustments	7	15	(14)	36
Other operating gains, net	(74)	(81)	(198)	(883)
Other finance costs (income)	19	4	53	(40)
Share of post tax earnings and impairment in equity method investments	4	14	(20)	(9)
Tax on above items	24	36	64	251
Interim period effective tax rate normalization ⁽³⁾	(3)	8	-	-
Discrete tax items	406	(30)	773	(254)
Tax charge amortization ⁽⁴⁾	(13)	-	(76)	-
Amortization of other identifiable intangible assets	159	160	641	619
Discontinued operations	(4)	(3)	(10)	(2)
Dividends declared on preference shares	(1)	(1)	(3)	(3)
Adjusted earnings ⁽¹⁾	\$170	\$450	\$1,283	\$1,567
Adjusted earnings per share ⁽¹⁾	\$0.21	\$0.54	\$1.54	\$1.89
Diluted weighted average common shares <i>(in millions)</i> ⁽⁶⁾	828.6	829.2	831.0	829.6

(1) Adjusted earnings and adjusted earnings per share include dividends declared on preference shares and amortization of tax charges associated with the consolidation of technology and content assets but exclude the pre-tax impacts of amortization of other identifiable intangible assets as well as the post-tax impacts of fair value adjustments, other operating (gains) and losses, certain impairment charges, the results of Other Businesses (see note (2) below), other finance (income) costs, Thomson Reuters' share of post-tax (earnings) losses in equity method investments, discontinued operations and other items affecting comparability. Adjusted earnings per share is calculated using diluted weighted-average shares and does not represent actual earnings or loss per share attributable to shareholders.

(2) Other Businesses are businesses that have been or are expected to be exited through sale or closure that did not qualify for discontinued operations classification.

<i>(millions of U.S. dollars)</i>	Three months ended December 31,		Twelve months ended December 31,	
	2013	2012	2012	2011
<u>Other Businesses</u>				
Revenues	\$13	\$119	\$159	\$689
Operating profit	\$3	\$24	\$64	\$137
Depreciation and amortization of computer software	-	\$1	-	11
EBITDA	\$3	\$25	\$64	\$148

(3) Adjustment to reflect income taxes based on estimated full-year effective tax rate. Reported earnings or loss for interim periods reflect income taxes based on the estimated effective tax rates of each of the jurisdictions in which Thomson Reuters operates. The adjustment reallocates estimated full-year income taxes between interim periods, but has no effect on full year income taxes.

(4) Reflects amortization of the tax charges associated with the consolidation of the ownership and management of technology and content assets. For the non-IFRS measure, the majority of the charges are amortized over seven years, the period over which the tax is expected to be paid.

(5) Prior-period amounts have been revised to reflect the retrospective application of amendments to IAS 19, *Employee Benefits* and the adoption of IFRS 11, *Joint Arrangements*.

(6) Because Thomson Reuters reported a net loss from continuing operations under IFRS for the three months ended December 31, 2013, the weighted average number of common shares used for basic and diluted loss per share is the same, as the effect of stock options and other equity incentive awards would reduce the loss per share, and therefore be anti-dilutive. Since our non-IFRS measure "adjusted earnings" is a profit, potential common shares are included, as they lower adjusted EPS and are therefore dilutive.

The following table reconciles IFRS and non-IFRS common share information:

	Three Months Ended December 31, 2013
(weighted average common shares)	
IFRS: Basic and Diluted	825,270,499
Effect of stock options and other equity incentive awards	3,355,232
Non- IFRS	828,625,731

Thomson Reuters Corporation

Reconciliation of Net Cash Provided by Operating Activities to Free Cash Flow from Ongoing Businesses ⁽¹⁾ (Slides 12,16,17,34,37)

(millions of U.S. Dollars)

(unaudited)

	Three Months Ended December 30,		Twelve Months Ended December 30,	
	2013	2012 ⁽³⁾	2013	2012 ⁽³⁾
Net cash provided by operating activities	\$407	\$945	\$2,103	\$2,658
Capital expenditures, less proceeds from disposals	(253)	(249)	(1,004)	(964)
Other investing activities	34	12	67	46
Dividends paid on preference shares	(1)	(1)	(3)	(3)
Free Cash Flow	187	707	1,163	1,737
Remove: Other Businesses ⁽²⁾	11	(46)	(65)	(221)
Free cash flow from ongoing businesses ⁽¹⁾	\$198	\$661	\$1,098	\$1,516

(1) Free cash flow is net cash provided by operating activities less capital expenditures, other investing activities and dividends paid on the company's preference shares. Other Businesses (see note (2) below) are also removed to arrive at free cash flow from ongoing businesses.

(2) Other Businesses are businesses that have been or are expected to be exited through sale or closure that did not qualify for discontinued operations classification.

(3) Prior-period amounts have been revised to reflect the retrospective application of amendments to IAS 19, *Employee Benefits* and the adoption of IFRS 11, *Joint Arrangements*.

Thomson Reuters Corporation
Reconciliation of Net Debt ⁽¹⁾ (Slide 13, 33)

(millions of U.S. Dollars)

(unaudited)

	December 31, 2013
Current indebtedness	596
Long-term indebtedness	7,470
Total debt	8,066
Swaps	(86)
Total debt after swaps	7,980
Remove fair value adjustments for hedges	(27)
Remove transaction costs and discounts included in the carrying value of debt	78
Less: cash and cash equivalents	(1,316)
Net debt ⁽¹⁾	6,715
Net Debt / Adjusted EBITDA (includes Other Businesses) ^{(2), (3)}	2.1x
Adjusted EBITDA (includes Other Businesses) ^{(2), (3)}	3,134

(1) Net debt is total indebtedness including the associated fair value of hedging instruments on our debt, but excluding unamortized transaction costs and premiums or discounts associated with debt, less cash and cash equivalents. Net debt provides a measure of indebtedness in excess of the current cash available to pay down debt. Given that we hedge some of our debt to reduce risk, we include hedging instruments as we believe it provides a better measure of the total obligation associated with our outstanding debt. However, because we intend to hold our debt and related hedges to maturity, we do not consider certain components of the associated fair value of hedges in our measurements. We reduce gross indebtedness by cash and cash equivalents on the basis that they could be used to pay down debt.

(2) The adjusted EBITDA in the net debt to adjusted EBITDA ratio includes the adjusted EBITDA of Other businesses. Thomson Reuters defines adjusted EBITDA as underlying operating profit excluding the related depreciation and amortization of computer software.

(3) Other Businesses are businesses that have been or are expected to be exited through sale or closure that did not qualify for discontinued operations classification.

	Twelve months ended December 31, 2013
(millions of U.S. dollars)	
<u>Other businesses</u>	
Revenues	\$159
Operating profit	\$64
Depreciation and amortization of computer software	-
EBITDA Other Businesses	\$64

Supplemental Tables

The following supplemental information is provided to facilitate comparison to our 2013 business outlook, which excluded previously announced fourth-quarter charges and a \$500 million pension contribution ⁽¹⁾.

Slide 5, 16, 17

Thomson Reuters Corporation
Consolidated Financial Highlights

(unaudited)

Three Months Ended December 31,
(Millions of U.S. dollars, except EPS and margins)

Non-IFRS Financial Measures ⁽²⁾	<u>2013 Actual</u>	<u>Charge</u>	<u>Pension</u>	<u>2013 Excluding</u>	<u>2012</u>	<u>Change</u>
				<u>Charge and Pension</u>		<u>⁽³⁾</u>
Revenues from ongoing businesses	\$3,265	-	-	\$3,265	\$3,245	1%
<i>Revenue growth before currency</i>						1%
Adjusted EBITDA	\$610	\$260	-	\$870	\$893	-3%
Adjusted EBITDA margin	18.7%	-	-	26.6%	27.5%	-90bp
Underlying operating profit	\$302	\$275	-	\$577	\$607	-5%
Underlying operating profit margin	9.2%	-	-	17.7%	18.7%	-100bp
Adjusted earnings per share (EPS)	\$0.21	\$0.28	-	\$0.49	\$0.54	-9%
Free cash flow	\$187	\$27	\$500	\$714	\$707	1%
Free cash flow from ongoing businesses	\$198	\$27	\$500	\$725	\$661	10%

Twelve Months Ended December 31,
(Millions of U.S. dollars, except EPS and margins)

Non-IFRS Financial Measures ⁽²⁾	<u>2013 Actual</u>	<u>Charge</u>	<u>Pension</u>	<u>2013 Excluding</u>	<u>2012</u>	<u>Change</u>
				<u>Charge and Pension</u>		<u>⁽³⁾</u>
Revenues from ongoing businesses	\$12,543	-	-	\$12,543	\$12,443	1%
<i>Revenue growth before currency</i>						2%
Adjusted EBITDA	\$3,070	\$260	-	\$3,330	\$3,310	1%
Adjusted EBITDA margin	24.5%	-	-	26.5%	26.6%	-10bp
Underlying operating profit	\$1,881	\$275	-	\$2,156	\$2,205	-2%
Underlying operating profit margin	15.0%	-	-	17.2%	17.7%	-50bp
Adjusted earnings per share (EPS)	\$1.54	\$0.29	-	\$1.83	\$1.89	-3%
Free cash flow	\$1,163	\$27	\$500	\$1,690	\$1,737	-3%
Free cash flow from ongoing businesses	\$1,098	\$27	\$500	\$1,625	\$1,516	7%

(1) In this appendix, the following previously announced items are added back to the company's 2013 actual non-IFRS results to facilitate comparison to our 2013 business outlook:

- a. Fourth quarter charges of \$260 million and \$275 million, which impacted adjusted EBITDA and underlying operating profit, respectively;
- b. Cash payments in 2013 associated with these charges which impacted free cash flow by \$27 million; and
- c. A \$500 million pension contribution which impacted free cash flow.

(2) These and other non-IFRS financial measures are defined and reconciled to the most directly comparable IFRS measures in the tables provided herein.

(3) Based on 2013 actual non-IFRS results excluding the previously announced fourth-quarter charges and pension contribution.

The following supplemental information is provided to facilitate comparison to our 2013 business outlook, which excluded previously announced fourth-quarter charges ⁽¹⁾.

Slides 18, 19, 22, 23, 25, 26, 28, 29

**Thomson Reuters Corporation
Business Segment Information**

(millions of U.S. dollars)
(unaudited)

	<u>Three Months Ended December 31,</u>				<u>Twelve Months Ended December 31,</u>			
	<u>2013</u> <u>Actual</u> ⁽²⁾	<u>Remove</u> <u>Charge</u>	<u>2013</u> <u>Excluding</u> <u>Charge</u>	<u>2012</u> ⁽²⁾	<u>2013</u> <u>Actual</u> ⁽²⁾	<u>Remove</u> <u>Charge</u>	<u>2013</u> <u>Excluding</u> <u>Charge</u>	<u>2012</u> ⁽²⁾
Adjusted EBITDA								
Financial & Risk	\$244	\$172	\$416	\$444	\$1,457	\$172	\$1,629	\$1,691
Legal	272	37	309	329	1,194	37	1,231	1,246
Tax & Accounting	127	9	136	124	378	9	387	352
Intellectual Property & Science	75	23	98	84	304	23	327	303
Corporate & Other (includes Reuters News)	(108)	19	(89)	(88)	(263)	19	(244)	(282)
Adjusted EBITDA	\$610	\$260	\$870	\$893	\$3,070	\$260	\$3,330	\$3,310
Underlying Operating Profit								
Financial & Risk	\$81	\$178	\$259	\$289	\$816	\$178	\$994	\$1,082
Legal	199	37	236	259	903	37	940	967
Tax & Accounting	97	9	106	96	257	9	266	238
Intellectual Property & Science	54	23	77	66	225	23	248	235
Corporate & Other (includes Reuters News)	(129)	28	(101)	(103)	(320)	28	(292)	(317)
Underlying operating profit	\$302	\$275	\$577	\$607	\$1,881	\$275	\$2,156	\$2,205

(1) In this appendix, the previously announced items of fourth-quarter charges of \$260 million and \$275 million, which impacted adjusted EBITDA and underlying operating profit, respectively, are added back to the company's 2013 actual non-IFRS results to facilitate comparison to our 2013 business outlook.

(2) These and other non-IFRS financial measures are defined and reconciled to the most directly comparable IFRS measures in the tables provided herein.