



**Johnson & Johnson and Subsidiaries  
Reconciliation of Non-GAAP Measures**

<i>(Dollars in Millions Except Per Share Data)</i>	Second Quarter		% Incr. / (Decr.)	Six Months YTD		% Incr. / (Decr.)
	2010	2009		2010	2009	
Net Earnings - as reported	\$ 3,449	3,208	7.5%	\$ 7,975	6,715	18.8%
Net Gain on Litigation	(67)	-		(977)	-	
Net Earnings - as adjusted	<u>\$ 3,382</u>	<u>3,208</u>	<u>5.4%</u>	<u>6,998</u>	<u>6,715</u>	<u>4.2%</u>
Diluted Net earnings per share - as reported	\$ 1.23	1.15	7.0%	\$ 2.85	2.41	18.3%
Net Gain on Litigation	(0.02)	-		(0.35)	-	
Diluted Net earnings per share - as adjusted	<u>\$ 1.21</u>	<u>1.15</u>	<u>5.2%</u>	<u>2.50</u>	<u>2.41</u>	<u>3.7%</u>

The Company believes investors gain additional perspective of underlying business trends and results by providing a measure of net earnings and diluted net earnings per share that excludes IPR&D in order to evaluate ongoing business operations.