



**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.) |
|--|-----------------|--------------|----------------------|----------------|--------------|----------------------|
| | 2009 | 2008 | | 2009 | 2008 | |
| Net Earnings - as reported | \$ 3,208 | 3,327 | -3.6% | \$ 6,715 | 6,925 | -3.0% |
| In-process research & development (IPR&D) | - | 40 | | - | 40 | |
| Net Earnings - as adjusted | <u>\$ 3,208</u> | <u>3,367</u> | <u>-4.7%</u> | <u>6,715</u> | <u>6,965</u> | <u>-3.6%</u> |
| Diluted Net earnings per share - as reported | \$ 1.15 | 1.17 | -1.7% | \$ 2.41 | 2.43 | -0.8% |
| In-process research & development (IPR&D) | - | 0.01 | | - | 0.01 | |
| Diluted Net earnings per share - as adjusted | <u>\$ 1.15</u> | <u>1.18</u> | <u>-2.5%</u> | <u>2.41</u> | <u>2.44</u> | <u>-1.2%</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.