

TEEKAY CORPORATION
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES

(in thousands of U.S. dollars)

	Three Months Ended December 31, 2008				
	(unaudited)				
	Offshore Segment	Fixed-Rate Tanker Segment	Liquefied Gas Segment	Spot Tanker Segment	Total
Income from vessel operations	(328,410)	23,823	20,521	71,479	(212,587)
Depreciation and amortization	53,137	12,713	15,361	24,691	105,902
Amortization of in process revenue contracts	(17,110)	(135)	-	(1,448)	(18,693)
Unrealized losses (gains) on forward freight agreements and bunker fuel swap contracts	-	314	-	(12,256)	(11,942)
Unrealized losses on foreign exchange forward contracts	13,014	700	696	11,868	26,278
Loss (gain) on sale of vessels and equipment - net of writedown	12,019	4,401	-	(36,722)	(20,302)
Goodwill impairment	330,517	-	-	-	330,517
Cash flow from vessel operations ⁽¹⁾	63,167	41,816	36,578	57,612	199,173

	Three Months Ended December 31, 2007				
	(unaudited)				
	Offshore Segment	Fixed-Rate Tanker Segment	Liquefied Gas Segment	Spot Tanker Segment	Total
Income from vessel operations	21,721	13,883	22,724	(975)	57,353
Depreciation and amortization	46,275	10,054	12,162	26,206	94,697
Amortization of in process revenue contracts	(17,948)	(92)	-	(1,860)	(19,900)
Unrealized losses on forward freight agreements and bunker fuel swap contracts	-	-	-	993	993
Unrealized losses on foreign exchange forward contracts	5,672	185	206	1,447	7,510
Loss on sale of vessels and equipment	1,055	-	-	-	1,055
Cash flow from vessel operations ⁽¹⁾	56,775	24,030	35,092	25,811	141,708

(1) Cash flow from vessel operations represents income from vessel operations before depreciation and amortization expense, writedown / (gain) on sale of vessels and equipment, goodwill impairment and unrealized gains or losses relating to derivatives. Cash flow from vessel operations is included because certain investors use this data to measure a company's financial performance. Cash flow from vessel operations is not required by accounting principles generally accepted in the United States and should not be considered as an alternative to net income or any other indicator of the Company's performance required by accounting principles generally accepted in the United States.

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TEEKAY CORPORATION
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES CONTINUED

(in thousands of U.S. dollars)

Three Months Ended December 31, 2008
(unaudited)

	Offshore Segment	Fixed-Rate Tanker Segment	Liquefied Gas Segment	Spot Tanker Segment	Total
Revenues	272,719	77,330	54,633	396,958	801,640
Voyage expenses	(38,791)	(2,106)	(218)	(144,588)	(185,703)
Net revenues ⁽¹⁾	233,928	75,224	54,415	252,370	615,937

Three Months Ended September 30, 2008
(unaudited)

	Offshore Segment	Fixed-Rate Tanker Segment	Liquefied Gas Segment	Spot Tanker Segment	Total
Revenues	283,745	61,486	57,669	476,344	879,244
Voyage expenses	(47,883)	(1,276)	(189)	(164,361)	(213,709)
Net revenues ⁽¹⁾	235,862	60,210	57,480	311,983	665,535

Three Months Ended December 31, 2007
(unaudited)

	Offshore Segment	Fixed-Rate Tanker Segment	Liquefied Gas Segment	Spot Tanker Segment	Total
Revenues	257,963	54,398	48,014	300,988	661,363
Voyage expenses	(33,139)	(844)	(23)	(125,862)	(159,868)
Net revenues ⁽¹⁾	224,824	53,554	47,991	175,126	501,495

Year Ended December 31, 2008
(unaudited)

	Offshore Segment	Fixed-Rate Tanker Segment	Liquefied Gas Segment	Spot Tanker Segment	Total
Revenues	1,089,213	265,849	221,930	1,616,663	3,193,655
Voyage expenses	(171,599)	(5,010)	(1,009)	(580,770)	(758,388)
Net revenues ⁽¹⁾	917,614	260,839	220,921	1,035,893	2,435,267

Year Ended December 31, 2007
(unaudited)

	Offshore Segment	Fixed-Rate Tanker Segment	Liquefied Gas Segment	Spot Tanker Segment	Total
Revenues	992,326	195,942	166,981	1,040,258	2,395,507
Voyage expenses	(117,571)	(2,707)	(109)	(406,921)	(527,308)
Net revenues ⁽¹⁾	874,755	193,235	166,872	633,337	1,868,199

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- (1) Net revenues represents revenues less voyage expenses, which comprise all expenses relating to certain voyages, including bunker fuel expenses, port fees, canal tolls and brokerage commissions. Net revenues is included because certain investors use this data to measure the financial performance of shipping companies. Net revenues is not required by accounting principles generally accepted in the United States and should not be considered as an alternative to revenues or any other indicator of the Company's performance required by accounting principles generally accepted in the United States.