

TEEKAY CORPORATION
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES

(in thousands of U.S. dollars)

	Three Months Ended December 31, 2009				
	(unaudited)				
	Teekay Offshore Partners LP	Teekay LNG Partners LP	Teekay Tankers Ltd.	Teekay Parent	Teekay Corporation Consolidated
Income (loss) from vessel operations ⁽¹⁾	27,177	38,487	7,035	(64,727)	7,972
Depreciation and amortization	44,984	20,010	7,493	42,488	114,975
Loss on sale of vessels and equipment, net of write-downs	-	-	-	21,839	21,839
Amortization of in process revenue contracts and other	714	1,895	-	(18,938)	(16,329)
Unrealized losses from the change in fair value of designated foreign exchange forward contracts	480	-	-	584	1,064
Realized (losses) gains from the settlements of non-designated foreign exchange forward contracts/bunkers/FFAs	(125)	-	-	14	(111)
Cash flow from vessel operations ^{(2) (3)}	73,230	60,392	14,528	(18,740)	129,410

	Three Months Ended December 31, 2008				
	(unaudited)				
	Teekay Offshore Partners LP	Teekay LNG Partners LP	Teekay Tankers Ltd.	Teekay Parent	Teekay Corporation Consolidated
Income (loss) from vessel operations ⁽¹⁾	(91,842)	41,051	18,578	(179,395)	(211,608)
Depreciation and amortization	35,036	20,113	5,917	44,836	105,902
Amortization of in process revenue contracts and other	-	-	-	(18,230)	(18,230)
Goodwill impairment charge	-	-	-	330,517	330,517
Unrealized losses from the change in fair value of designated foreign exchange forward contracts	2,012	-	-	11,670	13,682
Realized losses from the settlements of non-designated foreign exchange forward contracts/bunkers/FFAs	(409)	(9,275)	-	(852)	(10,536)
Gain on sale of vessels and equipment, net of write-downs	-	-	-	(10,554)	(10,554)
Variable interest entities	-	1,668	-	(1,668)	-
Dropdown impact	120,549	655	(2,207)	(118,997)	-
Cash flow from vessel operations ^{(2) (3)}	65,346	54,212	22,288	57,327	199,173

(1) Commencing in the quarter ended March 31, 2009, and applied retroactively, the gains and losses related to non-designated derivative instruments have been reclassified to a separate line item in the Statements of Income and are no longer included in the amounts above.

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- (2) Cash flow from vessel operations represents income from vessel operations before depreciation and amortization expense, vessel/goodwill write-downs, gains or losses on the sale of vessels and unrealized gains or losses relating to derivatives but includes realized gains or losses on the settlement of foreign exchange forward contracts, bunkers and FFAs. 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.
- (3) Excludes the cash flow from vessel operations relating to assets acquired from Teekay Parent for the periods prior to their acquisition by Teekay Offshore, Teekay LNG and Teekay Tankers, respectively, as those results are included in the historical results for Teekay Parent.

TEEKAY CORPORATION
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES CONTINUED

(in thousands of U.S. dollars)

Three Months Ended December 31, 2009
(unaudited)

	Teekay Offshore Partners LP	Teekay LNG Partners LP	Teekay Tankers Ltd.	Teekay Parent	Consolidation Adjustments	Teekay Corporation Consolidated
Revenues	213,396	85,549	25,951	242,447	(49,586)	517,757
Voyage expenses	(34,621)	(419)	(724)	(38,523)	5,449	(68,838)
Net revenues ⁽¹⁾	178,775	85,130	25,227	203,924	(44,137)	448,919

Three Months Ended September 30, 2009
(unaudited)

	Teekay Offshore Partners LP	Teekay LNG Partners LP	Teekay Tankers Ltd.	Teekay Parent	Consolidation Adjustments	Teekay Corporation Consolidated
Revenues	204,509	79,783	21,899	243,495	(49,318)	500,368
Voyage expenses	(29,363)	(743)	(1,288)	(46,876)	6,611	(71,659)
Net revenues ⁽¹⁾	175,146	79,040	20,611	196,619	(42,707)	428,709

Three Months Ended December 31, 2008
(unaudited)

	Teekay Offshore Partners LP	Teekay LNG Partners LP	Teekay Tankers Ltd.	Teekay Parent	Consolidation Adjustments	Teekay Corporation Consolidated
Revenues	240,492	88,993	37,207	488,466	(57,838)	797,320
Voyage Expenses	(51,293)	(1,581)	(854)	(144,477)	12,502	(185,703)
Net revenues ⁽¹⁾	189,199	87,412	36,353	343,989	(45,336)	611,617

TEEKAY CORPORATION
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES CONTINUED

(in thousands of U.S. dollars)

Twelve Months Ended December 31, 2009

(unaudited)

	Teekay Offshore Partners LP	Teekay LNG Partners LP	Teekay Tankers Ltd.	Teekay Parent	Consolidation Adjustments	Teekay Corporation Consolidated
Revenues	821,856	321,129	113,303	1,111,091	(200,230)	2,167,149
Voyage expenses	(111,026)	(1,902)	(3,106)	(202,584)	24,527	(294,091)
Net revenues ⁽¹⁾	710,830	319,227	110,197	908,507	(175,703)	1,873,058

Twelve Months Ended December 31, 2008

(unaudited)

	Teekay Offshore Partners LP	Teekay LNG Partners LP	Teekay Tankers Ltd.	Teekay Parent	Consolidation Adjustments	Teekay Corporation Consolidated
Revenues	968,908	314,404	163,327	2,000,250	(217,446)	3,229,443
Voyage expenses	(225,029)	(3,253)	(2,359)	(581,003)	53,256	(758,388)
Net revenues ⁽¹⁾	743,879	311,151	160,968	1,419,247	(164,190)	2,471,055

- (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.

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