

TEEKAY LNG PARTNERS L.P.
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES
(in thousands of U.S. dollars)

Three Months Ended March 31, 2012

(unaudited)

| | Liquefied Gas Segment | Conventional Tanker Segment | Total |
|------------------------------------|----------------------------------|--|--------------|
| Voyage revenues | 70,733 | 28,483 | 99,216 |
| Voyage expenses | 36 | 307 | 343 |
| Net voyage revenues ⁽¹⁾ | 70,697 | 28,176 | 98,873 |

Three Months Ended March 31, 2011

(unaudited)

| | Liquefied Gas Segment | Conventional Tanker Segment | Total |
|------------------------------------|----------------------------------|--|--------------|
| Voyage revenues | 65,793 | 27,426 | 93,219 |
| Voyage expenses | 9 | 361 | 370 |
| Net voyage revenues ⁽¹⁾ | 65,784 | 27,065 | 92,849 |

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

TEEKAY LNG PARTNERS L.P.
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES CONTINUED
(in thousands of U.S. dollars)

Three Months Ended March 31, 2012

(unaudited)

| | Liquefied Gas Segment | Conventional Tanker Segment | Total |
|---|----------------------------------|--|--------------|
| Income from vessel operations | 38,121 | 8,472 | 46,593 |
| Depreciation and amortization | 17,238 | 7,395 | 24,633 |
| Tangguh LNG revenue accounted for as direct financing leases | (11,578) | - | (11,578) |
| Tangguh LNG cash flow from time-charter contracts | 13,051 | - | 13,051 |
| Realized loss on Toledo Spirit derivative contract | - | (32) | (32) |
| Cash flow from vessel operations from consolidated vessels ⁽¹⁾ | 56,832 | 15,835 | 72,667 |

Three Months Ended March 31, 2011

(unaudited)

| | Liquefied Gas Segment | Conventional Tanker Segment | Total |
|---|----------------------------------|--|--------------|
| Income from vessel operations | 36,259 | 7,108 | 43,367 |
| Depreciation and amortization | 15,124 | 7,225 | 22,349 |
| Tangguh LNG revenue accounted for as direct financing leases | (10,799) | - | (10,799) |
| Tangguh LNG cash flow from time-charter contracts | 12,158 | - | 12,158 |
| Cash flow from vessel operations from consolidated vessels ⁽¹⁾ | 52,742 | 14,333 | 67,075 |

- (1) Cash flow from vessel operations from consolidated vessels represents income from vessel operations before (a) depreciation and amortization expense and (b) adjusting for direct financing leases to a cash basis. The Partnership's only direct financing leases for the periods indicated relate to the Partnership's 69% interest in two LNG carriers, the Tangguh Sago and Tangguh Hiri. The Partnership's cash flow from vessel operations from consolidated vessels does not include the Partnership's cash flow from vessel operations from its equity-accounted joint ventures. Cash flow from vessel operations is included because certain investors use cash flow from vessel operations to measure a company's financial performance, and to highlight this measure for the Partnership's consolidated vessels. Cash flow from vessel operations from consolidated vessels 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 Partnership's performance required by accounting principles generally accepted in the United States.

TEEKAY LNG PARTNERS L.P.
EQUITY ACCOUNTED JOINT VENTURES
RECONCILIATION OF NON-GAAP FINANCIAL MEASURES CONTINUED
(in thousands of U.S. dollars)

| | <u>Three Months Ended March 31, 2012</u> | | <u>Three Months Ended March 31, 2011</u> | |
|--|--|--|--|--|
| | <u>(unaudited)</u> | | <u>(unaudited)</u> | |
| | <u>At 100%</u> | <u>Partnership's Portion⁽¹⁾</u> | <u>At 100%</u> | <u>Partnership's Portion⁽¹⁾</u> |
| Voyage revenues | 78,692 | 32,900 | 35,561 | 15,325 |
| Voyage expenses | 163 | 65 | 2 | 1 |
| Vessel operating expenses | 15,691 | 6,686 | 7,568 | 3,351 |
| Depreciation and amortization | 6,657 | 3,404 | 2,700 | 1,349 |
| General and administrative | 2,260 | 1,034 | 502 | 201 |
| Income from vessel operations of equity accounted vessels | 53,921 | 21,711 | 24,789 | 10,423 |
| Interest expense | (21,825) | (8,382) | (8,295) | (3,517) |
| Realized and unrealized gain on derivative instruments | 9,522 | 3,028 | 1,651 | 661 |
| Other income - net | 919 | 691 | 993 | 490 |
| Other items | (11,384) | (4,663) | (5,651) | (2,366) |
| Net income / equity income of equity accounted vessels | 42,537 | 17,048 | 19,138 | 8,057 |
| Income from vessel operations | 53,921 | 21,711 | 24,789 | 10,423 |
| Depreciation and amortization | 6,657 | 3,404 | 2,700 | 1,349 |
| Revenue accounted for as direct financing leases | (50,240) | (18,363) | (24,556) | (9,822) |
| Cash flow from time-charter contracts | 56,938 | 20,810 | 27,464 | 10,985 |
| Amortization of in-process revenue contracts | (2,650) | (1,376) | - | - |
| Cash flow from vessel operations from equity accounted vessels ⁽²⁾ | 64,626 | 26,186 | 30,397 | 12,935 |

(1) The Partnership's equity accounted investments for the three months ended March 31, 2012 and 2011 include the Partnership's 40 percent interest in Teekay Nakilat (III) Corporation, which owns four LNG carriers and the Partnership's 50 percent interest in the Excalibur and Excelsior Joint Ventures, which owns one LNG carrier and one regasification unit. The Partnership's equity accounted investment for the three months ended March 31, 2012 also includes the Partnership's 33 percent interest in four LNG carriers that were delivered in mid-2011 through early 2012 servicing the Angola LNG Project; and the Partnership's 52 percent interest in MALT LNG Holdings ApS, the joint venture between the Partnership and Maurbeni Corporation, which acquired six LNG carriers on February 28, 2012.

(2) Cash flow from vessel operations from equity accounted vessels represents income from vessel operations before (a) depreciation and amortization expense, (b) amortization of in-process revenue contracts and (c) adjusting for direct financing leases to a cash basis. Cash flow from vessel operations from equity accounted vessels is included because certain investors use cash flow from vessel operations to measure a company's financial performance, and to highlight this measure for the Partnership's equity-accounted joint ventures. Cash flow from vessel operations from equity accounted vessels is not required by accounting principles generally accepted in the United States and should not be considered as an alternative to equity income or any other indicator of the Partnership's performance required by accounting principles generally accepted in the United States.