

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

Three Months Ended December 31, 2010

(unaudited)

	Liquefied Gas Segment	Conventional Tanker Segment	Total
Income from vessel operations	40,966	9,436	50,402
Depreciation and amortization	15,173	7,485	22,658
Tangguh LNG revenue accounted for as direct financing leases	(10,677)	-	(10,677)
Tangguh LNG cash flow from time-charter contracts	12,221	-	12,221
Gain on sale of vessel	(4,340)	-	(4,340)
Realized loss on Toledo Spirit derivative contract	-	(1,919)	(1,919)
Cash flow from vessel operations ⁽¹⁾	53,343	15,002	68,345

Three Months Ended December 31, 2009

(unaudited)

	Liquefied Gas Segment	Conventional Tanker Segment⁽²⁾	Total
Income from vessel operations	35,302	6,298	41,600
Depreciation and amortization	15,428	6,866	22,294
Tangguh LNG revenue accounted for as direct financing leases	(10,486)	-	(10,486)
Tangguh LNG cash flow from time-charter contracts	11,946	-	11,946
Dropdown Predecessor cash flow from vessel operations	-	(4,684)	(4,684)
Realized loss on Toledo Spirit derivative contract	-	(940)	(940)
Cash flow from vessel operations ⁽¹⁾	52,190	7,540	59,730

(1) Cash flow from vessel operations represents income from vessel operations before (a) depreciation and amortization expense, (b) Dropdown Predecessors income from vessel operations, (c) adjusting for direct financing leases to a cash basis, (d) adjusting for the effect of the Toledo Spirit derivative contract and (e) gain on sale of vessel and equipment. However, the Partnership's cash flow from vessel operations does not include the Partnership's equity accounted investee's cash flow from vessel operations. 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 (loss) or any other indicator of the Partnership's performance required by accounting principles generally accepted in the United States.

(2) Cash flow from vessel operations for the Conventional Tanker segment reflects only the cash flows generated by the *Alexander Spirit*, *Hamilton Spirit* and *Bermuda Spirit* subsequent to their acquisition by the Partnership on March 17, 2010. Results for the *Alexander Spirit*, *Hamilton Spirit* and *Bermuda Spirit*, for the periods prior to their acquisition by the Partnership when they were owned and operated by Teekay Corporation, are referred to as the Dropdown Predecessor.

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

Three Months Ended December 31, 2010			
(unaudited)			
	Liquefied Gas Segment	Conventional Tanker Segment	Total
Voyage revenues	66,645	30,871	97,516
Voyage (recoveries) expenses	(16)	701	685
Net voyage revenues ⁽¹⁾	66,661	30,170	96,831

Three Months Ended December 31, 2009			
(unaudited)			
	Liquefied Gas Segment	Conventional Tanker Segment⁽²⁾	Total
Voyage revenues	67,858	27,959	95,817
Voyage expenses	295	244	539
Net voyage revenues ⁽¹⁾	67,563	27,715	95,278

- (1) Net voyage revenues represents voyage revenues less voyage (recoveries) 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.
- (2) Net voyage revenues for the *Alexander Spirit*, *Hamilton Spirit* and *Bermuda Spirit* for the periods prior to their acquisition by the Partnership when they were owned and operated by Teekay Corporation, are referred to as the Dropdown Predecessor.