



**Johnson & Johnson and Subsidiaries
Reconciliation of Non-GAAP Measures**

<i>(Dollars in Millions Except Per Share Data)</i>	Third Quarter		% Incr. / (Decr.)	Nine Months YTD		% Incr. / (Decr.)
	2010	2009		2010	2009	
Net Earnings - as reported	\$ 3,417	3,345	2.2%	\$ 11,392	10,060	13.2%
Net Gain on Litigation	-	-		(977)	-	
Net Earnings - as adjusted	<u>\$ 3,417</u>	<u>3,345</u>	<u>2.2%</u>	<u>\$ 10,415</u>	<u>10,060</u>	<u>3.5%</u>
Diluted Net earnings per share - as reported	\$ 1.23	1.20	2.5%	\$ 4.08	3.61	13.0%
Net Gain on Litigation	-	-		(0.35)	-	
Diluted Net earnings per share - as adjusted	<u>\$ 1.23</u>	<u>1.20</u>	<u>2.5%</u>	<u>\$ 3.73</u>	<u>3.61</u>	<u>3.3%</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 special items in order to evaluate ongoing business operations.