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IHS Inc.

Q2 2007 non-GAAP Reconciliation

IHS INC.
RECONCILIATIONS OF NON-GAAP FINANCIAL MEASUREMENTS TO
MOST DIRECTLY COMPARABLE GAAP FINANCIAL MEASUREMENTS
(In thousands)

	Three Months Ended May 31,	
	2007	2006
(Unaudited)		
Energy.....	\$ 88,828	\$ 70,375
Engineering	66,072	62,480
Shared Services	—	—
Revenue	<u>\$ 154,900</u>	<u>\$ 132,855</u>
Energy.....	\$ 28,873	\$ 19,934
Engineering	11,825	8,815
Shared Services	(14,813)	(10,189)
Operating income	<u>\$ 25,885</u>	<u>\$ 18,560</u>

	Three Months Ended May 31, 2007			
	Energy	Engineering	Shared Services	Consolidated
(Unaudited)				
Operating income	\$ 28,873	\$ 11,825	\$ (14,813)	\$ 25,885
Adjustments:				
Stock-based compensation expense	—	—	6,045	6,045
Depreciation and amortization	2,917	1,407	597	4,921
Restructuring and offering charges	(1)	10	—	9
(Gain) loss on sales of assets, net	1	(6)	—	(5)
Non-cash net periodic pension and post-retirement benefits...	—	—	(1,017)	(1,017)
Minority interest	—	(12)	—	(12)
Adjusted EBITDA	<u>\$ 31,790</u>	<u>\$ 13,224</u>	<u>\$ (9,188)</u>	<u>\$ 35,826</u>

	Three Months Ended May 31, 2006			
	Energy	Engineering	Shared Services	Consolidated
(Unaudited)				
Operating income	\$ 19,934	\$ 8,815	\$ (10,189)	\$ 18,560
Adjustments:				
Stock-based compensation expense	—	—	4,359	4,359
Depreciation and amortization	1,805	1,266	271	3,342
Non-cash net periodic pension and post-retirement benefits...	—	—	(1,218)	(1,218)
Minority interest	—	(56)	—	(56)
Adjusted EBITDA	<u>\$ 21,739</u>	<u>\$ 10,025</u>	<u>\$ (6,777)</u>	<u>\$ 24,987</u>

IHS INC.
RECONCILIATION OF NON-GAAP FINANCIAL MEASUREMENT TO MOST
DIRECTLY COMPARABLE GAAP FINANCIAL MEASUREMENT
(In thousands)

	Six Months Ended May 31,	
	2007	2006
(Unaudited)		
Energy.....	\$ 175,574	\$ 138,613
Engineering	131,947	124,108
Shared Services	—	—
Revenue	<u>\$ 307,521</u>	<u>\$ 262,721</u>
Energy.....	\$ 55,918	\$ 39,128
Engineering	24,810	20,084
Shared Services	(28,959)	(19,239)
Operating income	<u>\$ 51,769</u>	<u>\$ 39,973</u>

	Six Months Ended May 31, 2007			
	Energy	Engineering	Shared Services	Consolidated
(Unaudited)				
Operating income	\$ 55,918	\$ 24,810	\$ (28,959)	\$ 51,769
Adjustments:				
Stock-based compensation expense	—	—	13,381	13,381
Depreciation and amortization.....	5,595	2,812	1,094	9,501
Gain on sales of assets, net	—	—	(756)	(756)
Non-cash net periodic pension and post-retirement benefits	—	—	(1,997)	(1,997)
Minority interest.....	—	3	—	3
Adjusted EBITDA	<u>\$ 61,513</u>	<u>\$ 27,625</u>	<u>\$ (17,237)</u>	<u>\$ 71,901</u>

	Six Months Ended May 31, 2006			
	Energy	Engineering	Shared Services	Consolidated
(Unaudited)				
Operating income	\$ 39,128	\$ 20,084	\$ (19,239)	\$ 39,973
Adjustments:				
Stock-based compensation expense	—	—	8,025	8,025
Depreciation and amortization.....	3,507	2,726	479	6,712
Restructuring and offering charges.....	—	(18)	20	2
Non-cash net periodic pension and post-retirement benefits	—	—	(1,944)	(1,944)
Minority interest.....	—	(81)	—	(81)
Adjusted EBITDA	<u>\$ 42,635</u>	<u>\$ 22,711</u>	<u>\$ (12,659)</u>	<u>\$ 52,687</u>

IHS INC.
RECONCILIATION OF NON-GAAP FINANCIAL MEASUREMENT TO MOST
DIRECTLY COMPARABLE GAAP FINANCIAL MEASUREMENT
(In thousands)

	Three Months Ended May 31,		Six Months Ended May 31,	
	2007	2006	2007	2006
	(Unaudited)			
Net income	\$ 18,582	\$ 12,934	\$ 36,959	\$ 26,398
Interest income.....	(1,694)	(1,458)	(3,348)	(2,372)
Interest expense.....	76	67	209	152
Provision for income taxes	8,909	6,619	17,952	14,092
Depreciation and amortization	4,921	3,342	9,501	6,712
EBITDA	30,794	21,504	61,273	44,982
Stock-based compensation expense	6,045	4,359	13,381	8,025
Restructuring and offering charges.....	9	—	—	2
Gain on sales of assets, net	(5)	—	(756)	—
Non-cash net periodic pension and post-retirement benefits	(1,017)	(1,218)	(1,997)	(1,944)
Loss from discontinued operations, net.....	—	342	—	1,622
Adjusted EBITDA	<u>\$ 35,826</u>	<u>\$ 24,987</u>	<u>\$ 71,901</u>	<u>\$ 52,687</u>

	Three Months Ended May 31,		Six Months Ended May 31,	
	2007	2006	2007	2006
	(Unaudited)			
Net cash provided by operating activities	\$ 42,665	\$ 42,654	\$ 65,762	\$ 65,162
Capital expenditures on property and equipment.....	(340)	(3,395)	(3,645)	(5,763)
Free cash flow	<u>\$ 42,325</u>	<u>\$ 39,259</u>	<u>\$ 62,117</u>	<u>\$ 59,399</u>

IHS INC.
SUPPLEMENTAL INFORMATION
(In thousands, except per-share amounts)

	Three Months Ended February 28,		Six Months Ended February 28,	
	2007	2006	2007	2006
	(Unaudited)			
Earnings per diluted share	\$ 0.32	\$ 0.23	\$ 0.63	\$ 0.47
Stock-based compensation expense	0.07	0.05	0.14	0.09
Gain on sales of assets, net	—	—	(0.01)	—
Non-cash net periodic pension and post-retirement benefits	(0.01)	(0.01)	(0.02)	(0.02)
Loss from discontinued operations, net.....	—	0.01	—	0.03
Adjusted earnings per diluted share	\$ 0.37	\$ 0.27	\$ 0.75	\$ 0.57

Note: amounts may not sum due to rounding.