

PFIZER INC AND SUBSIDIARY COMPANIES  
RECONCILIATION OF REPORTED NET INCOME AND ITS COMPONENTS AND REPORTED DILUTED EPS  
TO ADJUSTED INCOME AND ITS COMPONENTS AND ADJUSTED DILUTED EPS

(UNAUDITED)

(millions of dollars, except per common share data)

	Quarter Ended December 31, 2007					Adjusted
	Reported	Purchase Accounting Adjustments	Acquisition- Related Costs	Discontinued Operations	Certain Significant Items	
Revenues	\$ 12,870	\$ -	\$ -	\$ -	\$ (75)	\$ 12,795
Costs and expenses:						
Cost of sales (a)	2,625	-	-	-	(359)	2,266
Selling, informational and administrative expenses (a)	4,653	3	-	-	(124)	4,532
Research and development expenses (a)	2,260	(7)	-	-	(93)	2,160
Amortization of intangible assets	756	(721)	-	-	-	35
Acquisition-related in-process R&D charges	-	-	-	-	-	-
Restructuring charges and acquisition-related costs	216	-	(3)	-	(213)	-
Other (income)/deductions--net	(610)	(2)	-	-	219	(393)
Income from continuing operations before provision for taxes on income and minority interests	2,970	727	3	-	495	4,195
Provision for taxes on income	223	219	(4)	-	319	757
Minority interests	36	-	-	-	-	36
Income from continuing operations	2,711	508	7	-	176	3,402
Discontinued operations:						
Income/(loss) from discontinued operations--net of tax	(3)	-	-	3	-	-
Gains/(losses) on sales of discontinued operations--net of tax	16	-	-	(16)	-	-
Discontinued operations--net of tax	13	-	-	(13)	-	-
Net income	<u>\$ 2,724</u>	<u>\$ 508</u>	<u>\$ 7</u>	<u>\$ (13)</u>	<u>\$ 176</u>	<u>\$ 3,402</u>
Earnings per common share - diluted:						
Income from continuing operations	\$ 0.40	\$ 0.07	\$ -	\$ -	\$ 0.03	\$ 0.50
Discontinued operations--net of tax	-	-	-	-	-	-
Net income	<u>\$ 0.40</u>	<u>\$ 0.07</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 0.03</u>	<u>\$ 0.50</u>

	Twelve Months Ended December 31, 2007					Adjusted
	Reported	Purchase Accounting Adjustments	Acquisition- Related Costs	Discontinued Operations	Certain Significant Items	
Revenues	\$ 48,418	\$ -	\$ -	\$ -	\$ (209)	\$ 48,209
Costs and expenses:						
Cost of sales (a)	11,239	(49)	-	-	(3,497)	7,693
Selling, informational and administrative expenses (a)	15,626	12	-	-	(418)	15,220
Research and development expenses (a)	8,089	(29)	-	-	(516)	7,544
Amortization of intangible assets	3,128	(3,013)	-	-	-	115
Acquisition-related in-process R&D charges	283	(283)	-	-	-	-
Restructuring charges and acquisition-related costs	2,534	-	(11)	-	(2,523)	-
Other (income)/deductions--net	(1,759)	(22)	-	-	235	(1,546)
Income from continuing operations before provision for taxes on income and minority interests	9,278	3,384	11	-	6,510	19,183
Provision for taxes on income	1,023	873	1	-	2,131	4,028
Minority interests	42	-	-	-	-	42
Income from continuing operations	8,213	2,511	10	-	4,379	15,113
Discontinued operations:						
Income/(loss) from discontinued operations--net of tax	(3)	-	-	3	-	-
Gains/(losses) on sales of discontinued operations--net of tax	(66)	-	-	66	-	-
Discontinued operations--net of tax	(69)	-	-	69	-	-
Net income	<u>\$ 8,144</u>	<u>\$ 2,511</u>	<u>\$ 10</u>	<u>\$ 69</u>	<u>\$ 4,379</u>	<u>\$ 15,113</u>
Earnings per common share - diluted:						
Income from continuing operations	\$ 1.18	\$ 0.37	\$ -	\$ -	\$ 0.63	\$ 2.18
Discontinued operations--net of tax	(0.01)	-	-	0.01	-	-
Net income	<u>\$ 1.17</u>	<u>\$ 0.37</u>	<u>\$ -</u>	<u>\$ 0.01</u>	<u>\$ 0.63</u>	<u>\$ 2.18</u>

(a) Exclusive of amortization of intangible assets, except amortization expense related to acquired intangible assets that contribute to our ability to sell, manufacture, research, market and distribute our products are included in *Amortization of intangible assets* as they benefit multiple business functions.

Amortization expense related to acquired intangible assets that are associated with a single function are included in *Cost of sales*, *Selling, informational and administrative expenses* or *Research and development expenses*, as appropriate.

Certain amounts may reflect rounding adjustments.

Certain prior period amounts were reclassified to conform to the current period presentation.