

**WABCO HOLDINGS INC.**  
**Reconciliation of Net Cash Provided**  
**By Operating Activities to Free Cash Flow**  
**(Unaudited)**

(Amounts in millions)

	<u>Three Months Ended December 31,</u>		<u>Twelve Months Ended December 31,</u>	
	<u>2009</u>	<u>2008</u>	<u>2009</u>	<u>2008</u>
<b>Net Cash Provided by Operating Activities</b>	\$ 18,9	\$ 79,1	\$ 145,2	\$ 324,8
<b>Deductions or Additions to Reconcile to Free Cash Flow:</b>				
Purchases of property, plant, equipment and computer software	<u>(26,5)</u>	<u>(21,4)</u>	<u>(66,4)</u>	<u>(83,6)</u>
<b>Free Cash Flow</b>	<u>\$ (7,6)</u>	<u>\$ 57,7</u>	<u>\$ 78,8</u>	<u>\$ 241,2</u>

Note: This statement reconciles net cash provided by operating activities to free cash flow. Management uses free cash flow, which is not defined by US GAAP, to measure the Company's operating performance. Free cash flow is also one of the several measures used to determine incentive compensation for certain employees.