

MARRIOTT INTERNATIONAL, INC.

Non-GAAP Financial Measure Reconciliation

(in millions, except per share amounts)

The reconciliation of the effective income tax rate from continuing operations to the effective income tax rate from continuing operations, excluding the impact of our Synthetic Fuel business, is as follows:

Third Quarter 2003

	Continuing Operations		
	Income from Continuing Operations	Synthetic Fuel Impact	Excluding Synthetic Fuel
Pre tax income (loss)	\$106	(\$3)	\$109
Tax Benefit/(Provision)	(36)	1	(37)
Tax Credits	52	52	-
Total Tax Benefit/(Provision)	16	53	(37)
Income from Continuing Operations before Minority Interest	122	50	72
Minority Interest	(29)	(29)	-
Income from Continuing Operations	<u>\$93</u>	<u>\$21</u>	<u>\$72</u>
Diluted Shares	245.8	245.8	245.8
Earnings per Share - Diluted	\$0.38	\$0.09	\$0.29
Tax Rate	-15.3%		34.5%

Third Quarter 2002

	Continuing Operations		
	Income from Continuing Operations	Synthetic Fuel Impact	Excluding Synthetic Fuel
Pre tax income (loss)	\$112	(\$32)	\$144
Tax Benefit/(Provision)	(41)	11	(52)
Tax Credits	43	43	-
Total Tax Benefit/(Provision)	2	54	(52)
Income from Continuing Operations before Minority Interest	114	22	92
Minority Interest	-	-	-
Income from Continuing Operations	<u>\$114</u>	<u>\$22</u>	<u>\$92</u>
Diluted Shares	252.1	252.1	252.1
Earnings per Share - Diluted	\$0.45	\$0.09	\$0.36
Tax Rate	-1.4%		36.5%

October 9, 2003

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Non-GAAP Financial Measure Reconciliation

(in millions, except per share amounts)

The reconciliation of the effective income tax rate from continuing operations to the effective income tax rate from continuing operations, excluding the impact of our Synthetic Fuel business, is as follows:

Third Quarter YTD 2003

	Continuing Operations		
	Income from Continuing Operations	Synthetic Fuel Impact	Excluding Synthetic Fuel
Pre tax income (loss)	\$263	(\$104)	\$367
Tax Benefit/(Provision)	(90)	37	(127)
Tax Credits	162	162	-
Total Tax Benefit/(Provision)	<u>72</u>	<u>199</u>	<u>(127)</u>
Income from Continuing Operations before Minority Interest	335	95	240
Minority Interest	<u>(29)</u>	<u>(29)</u>	<u>-</u>
Income from Continuing Operations	<u>\$306</u>	<u>\$66</u>	<u>\$240</u>
Diluted Shares	244.8	244.8	244.8
Earnings per Share - Diluted	\$1.25	\$0.27	\$0.98
Tax Rate	-27.4%		34.6%

Third Quarter YTD 2002

	Continuing Operations		
	Income from Continuing Operations	Synthetic Fuel Impact	Excluding Synthetic Fuel
Pre tax income (loss)	\$363	(\$81)	\$444
Tax Benefit/(Provision)	(131)	28	(159)
Tax Credits	91	91	-
Total Tax Benefit/(Provision)	<u>(40)</u>	<u>119</u>	<u>(159)</u>
Income from Continuing Operations before Minority Interest	323	38	285
Minority Interest	<u>-</u>	<u>-</u>	<u>-</u>
Income from Continuing Operations	<u>\$323</u>	<u>\$38</u>	<u>\$285</u>
Diluted Shares	257.8	257.8	257.8
Earnings per Share - Diluted	\$1.27	\$0.15	\$1.12
Tax Rate	11.0%		36.0%

October 9, 2003