Safe Harbor

**Forward-Looking Statements.** Our presentation today, including the slides contained herein, contains "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These statements are not historical facts or guarantees of future performance and are based on management’s assumptions and expectations, which are inherently subject to difficult to predict uncertainties, risks and changes in circumstances. The use of words such as "intends," "expects," "may," "believes," "should," "seeks," "intends," "plans," "potential," "will," "projects," "estimates," "anticipates" or similar expressions generally identify forward-looking statements. However, these words are not the exclusive means of identifying such statements, and any statements that refer to expectations, beliefs, plans, predictions, projections, forecasts, objectives, assumptions, models, illustrations, profiles or other characterizations of future events or circumstances are forward-looking statements, including without limitation statements relating to future revenues, expenses, margins, performance, profitability, cash flows, net income/(loss), earnings per share, growth rates and other measures of results of operations (such as, among others, EBITDA or adjusted EBITDA) and future growth prospects for TripAdvisor’s business. Actual results and the timing and outcome of events may differ materially from those expressed or implied in the forward-looking statements for a variety of reasons, including, among others, those discussed in the “Risk Factors” section of our Quarterly Report on Form 10-Q, as amended. Except as required by law, we undertake no obligation to update any forward-looking or other statements in this presentation, whether as a result of new information, future events or otherwise. Investors are cautioned not to place undue reliance on forward-looking statements.

**Non-GAAP Measures.** This presentation also includes discussion of both GAAP and non-GAAP financial measures. Important information regarding TripAdvisor’s definition and use of these measures, as well as reconciliations of the non-GAAP financial measure to the most directly comparable GAAP financial measure are included in the press release reporting our third quarter 2016 financial results and supplemental financial information, which are available on the Investor Relations section of our website: www.tripadvisor.com, and in the “Non-GAAP Reconciliations” section of this document. These non-GAAP measures are intended to supplement, not substitute for, GAAP comparable measures. Investors are urged to consider carefully the comparable GAAP measures and reconciliations.

**Industry / Market Data.** Industry and market data used in this presentation have been obtained from industry publications and sources as well as from research reports prepared for other purposes. We have not independently verified the data obtained from these sources and cannot assure you of the data’s accuracy or completeness.
Help travelers around the world unleash the full potential of every trip.

“Remarkable natural wonder!”

Review by toxdiva

See all 4,993 reviews of Antelope Canyon
Growing Content and Community

- **1.9 MILLION Accommodations** (1)
- **4.2 MILLION Restaurants**
- **730 THOUSAND Attractions**
- **390 MILLION avg. monthly unique visitors** (2)
- **48 MARKETS across the globe**
- **28 LANGUAGES across the globe**
- **435 MILLION reviews and opinions**
- **280 NEW content contributions per minute**
- **80 MILLION candid traveler photos**

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(1) Includes 1.1M hotels, inns, and bed & breakfasts, as well as 830k vacation rental listings
(2) TripAdvisor internal log files, average monthly unique visitors during Q3 2016
Addressing Huge & Growing Market Opportunity

- Massive and growing $1.3T global market opportunity
- Bookings moving to online; ad dollars following
- Content & community drives brand loyalty and influence on travel commerce
- Users looking for one-stop-shopping experience
- Mobile enhances long-term growth opportunities

TOTAL WORLDWIDE TRAVEL SPEND\(^1\)  
$1.3T

TOTAL WORLDWIDE ONLINE TRAVEL SPEND\(^2\)  
$492B

TRIPADVISOR 2015 REVENUE  
$1.5B

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\(^1\) Estimated 2016 total travel market size, PhoCusWright Asia Pacific Online Travel Overview, Eighth Edition (October 2015)
\(^2\) Estimated 2015 global online travel market size, PhoCusWright Global Online Travel Overview, Third Edition (July 2014)
TRUST:
I find more great content, choice and convenience

ADOPTION:
I can do more with TripAdvisor for more: booking hotels and attractions, etc.

LOYALTY:
I am more likely to go to TripAdvisor again

EXPERIENCE:
TripAdvisor helped make my trip memorable

ENGAGEMENT:
I already love TripAdvisor
User growth increases monetization potential and maintains highest brand loyalty

Increased user economics enables user growth

Increased stickiness drives increased revenue per hotel shopper (1)

TripAdvisor offers more products and more choice for consumers

More bookings on our site drives increased stickiness and higher repeat usage

(1) Currently experiencing growth headwinds due to the following factors: global launch of our hotel instant booking feature, challenging metasearch comparatives for the same periods in 2015, a greater percentage of hotel shoppers visiting TripAdvisor websites via mobile phones, which monetize at a significantly lower rate than hotel shoppers that visit TripAdvisor websites via desktop or tablet, and competitive and other travel market dynamics.
Know better, Book better, Go better on TripAdvisor
TripAdvisor on Mobile Devices is the Perfect Travel Companion
Non-Hotel Segment: More Moments to Delight More Users

**Attractions**
- Central Park
  - #1 of 902 things to do in New York City
  - 55,021 Reviews
  - Sights & Landmarks, Nature & Parks
  - Book a Tour
    - $7 and up
- The Metropolitan Museum of Art
  - #2 of 902 things to do in New York City
  - 27,013 Reviews
  - Travelers’ Choice 2015
  - Shopping, Sights & Landmarks, Museums
  - Tickets & Tours
    - $25 and up
- Top of the Rock Observation Deck
  - #3 of 902 things to do in New York City

**Restaurants**
- Gramercy Tavern
  - 2,219 Reviews
  - American, Pub
  - Hours Today:
    - 12:00 PM - 11:00 PM
  - Opens in 4 min
  - Find a table

**Vacation Rentals**
- NY Midtown 45 - Luxurious
  - 1 Bed, 1 Bath, Sleeps 4
  - 181 mi
  - Property Details
    - 1 Bedroom
    - 1 Bathroom
    - Sleeps 4
  - From $245 per night
  - Make Inquiry

Increasing awareness, growing supply, and leveraging mobile to drive bookings
Key Operating Priorities – “Speed Wins”

User Experience
Continuously create and improve products that travelers love

Attractive Platform for Partners
Enable more partners to drive more value from TripAdvisor platform

Long-term Growth
Opportunistically re-invest today for long-term
Driving Valuable Leads for Partners

**Audience**
Rich, fresh user content on 6.8M businesses drives 390M average monthly unique visitors\(^1\)

**Leads**
Large source of qualified shoppers looking for accommodations, attractions, restaurants & flights

**Profit**
Click-based & transaction and display-based advertising & subscription opportunities drive bookings

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\(^1\) TripAdvisor internal log files, average monthly unique visitors during Q3 2016
Financial Results
Strong Revenue Growth Track-Record

TOTAL COMPANY REVENUE

(in $ millions, except percentages)

FY 2013 | FY 2014 | FY 2015 | 2015 (9 mo.) | 2016 (9 mo.)
---|---|---|---|---
945 | 1,246 | 1,492 | 1,183 | 1,164
899 | 1,135 | 1,263 | 1,003 | 939
46 | 111 | 229 | 180 | 225

26% CAGR

Hotel Segment ($M) | Non-Hotel Segment ($M)
Strongly Profitable & Investing for Long-Term Growth

TOTAL COMPANY ADJ. EBITDA(1)

(1) Adjusted EBITDA is a non-GAAP measure and is defined as net income (loss) plus: (1) provision for income taxes; (2) other income (expense), net; (3) depreciation of property and equipment, including amortization of internal use software and website development; (4) amortization of intangible assets; (5) stock-based compensation and other stock-settled obligations; (6) goodwill, long-lived asset and intangible asset impairments, and (7) other non-recurring expenses and income.
Our Global Brand Drives Revenue Growth

($M, except percentages)

### By Revenue Source
3Q 2016

- **TripAdvisor-branded click-based & transaction**: $73M (17%)
- **TripAdvisor-branded display-based ad. & subscription**: $41M (10%)
- **Other hotel revenue**: $206M (49%)
- **Non-hotel revenue**: $101M (24%)

### By Geography
3Q 2016

- **North America (NA)**: $136M (32%)
- **EMEA**: $38M (9%)
- **APAC**: $14M (3%)
- **LATAM**: $233M (56%)

- **Other hotel revenue**: $206M (49%)
- **Non-hotel revenue**: $101M (24%)
## Net Income & Cash Flow

<table>
<thead>
<tr>
<th></th>
<th>Q3’16</th>
<th>Q2’16</th>
<th>Q3’15</th>
</tr>
</thead>
<tbody>
<tr>
<td>GAAP Net income 1</td>
<td>$55</td>
<td>$34</td>
<td>$74</td>
</tr>
<tr>
<td>Non-GAAP net income 2</td>
<td>$78</td>
<td>$56</td>
<td>$78</td>
</tr>
<tr>
<td>GAAP Diluted EPS</td>
<td>$0.37</td>
<td>$0.23</td>
<td>$0.51</td>
</tr>
<tr>
<td>Non-GAAP Diluted EPS 3</td>
<td>$0.53</td>
<td>$0.38</td>
<td>$0.53</td>
</tr>
<tr>
<td>Cash flow (used in) provided by operations 4</td>
<td>($87)</td>
<td>$238</td>
<td>$10</td>
</tr>
<tr>
<td>Free Cash Flow 4,5</td>
<td>($108)</td>
<td>$219</td>
<td>($29)</td>
</tr>
<tr>
<td>Cash, cash equivalents &amp; marketable securities</td>
<td>$756</td>
<td>$891</td>
<td>$730</td>
</tr>
</tbody>
</table>

(1) In the third quarter of 2016, the Company early adopted Accounting Standards Update (“ASU”) 2016-09, Compensation – Stock Compensation (Topic 718): Improvements to Employee Share-Based Payment Accounting. The three months ended June 30, 2016 results have been adjusted to reflect the adoption of ASU 2016-09. This impact was not material and resulted in no change to net income or earnings per share for this period.

(2) TripAdvisor defines “non-GAAP net income” as GAAP net income excluding, net of their related tax effects: (1) stock-based compensation expense and other stock-settled obligations; (2) amortization of intangible assets; (3) certain gains, losses, and other expenses that we do not believe are indicative of our ongoing operating results; (4) goodwill, long-lived assets and intangible asset impairments and (5) other non-recurring expenses and income.

(3) TripAdvisor defines “non-GAAP net income per diluted share” as non-GAAP net income divided by GAAP diluted shares.

(4) In the third quarter of 2016, the Company early adopted Accounting Standards Update (“ASU”) 2016-09, Compensation – Stock Compensation (Topic 718): Improvements to Employee Share-Based Payment Accounting, which eliminates the requirement to reclassify excess tax benefits related to stock-based compensation from operating to financing activities in the condensed consolidated statement of cash flows. The retrospective application to prior periods resulted in a $1 million and $2 million increase in cash flows provided by operating activities during the three months ended June 30, 2016 and September 30, 2015, respectively, and a corresponding increase in free cash flows used in financing activities. In addition, this resulted in an increase in free cash flow of $1 million and $2 million during the three months ended June 30, 2016 and September 30, 2015, respectively.

(5) TripAdvisor defines “free cash flow”, a non-GAAP measure, as net cash provided by operating activities less capital expenditures, which are purchases of property and equipment, including capitalization of internal-use software development costs.
Adjusted EBITDA is a non-GAAP measure and is defined as net income (loss) plus: (1) provision for income taxes; (2) other income (expense), net; (3) depreciation of property and equipment, including amortization of internal use software and website development; (4) amortization of intangible assets; (5) stock-based compensation and other stock-settled obligations; (6) goodwill, long-lived asset and intangible asset impairments, and (7) other non-recurring expenses and income.

TripAdvisor defines "Adjusted EBITDA margin by segment" as segment Adjusted EBITDA divided by segment revenue.
## Non-GAAP Reconciliations

### (in millions, except per share amounts)

<table>
<thead>
<tr>
<th>FY*</th>
<th>FY*</th>
<th>Q1</th>
<th>Q2</th>
<th>Q3</th>
<th>Q4</th>
<th>FY*</th>
<th>2016</th>
<th>Q1</th>
<th>Q2</th>
<th>Q3</th>
<th>FY*</th>
</tr>
</thead>
</table>

#### Reconciliation from GAAP Net Income to Adjusted EBITDA (Non-GAAP):

<table>
<thead>
<tr>
<th>Description</th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>GAAP Net Income</td>
<td>$205</td>
<td>$226</td>
<td>$198</td>
<td>$379</td>
</tr>
<tr>
<td>Provision (benefit) for income taxes</td>
<td>79</td>
<td>96</td>
<td>23</td>
<td>9</td>
</tr>
<tr>
<td>Interest income and other, net</td>
<td>- (9)</td>
<td>5</td>
<td>13</td>
<td>-</td>
</tr>
<tr>
<td>Interest expense</td>
<td>(10)</td>
<td>(9)</td>
<td>(2)</td>
<td>(2)</td>
</tr>
<tr>
<td>Other non-recurring expenses</td>
<td>-</td>
<td>-</td>
<td>2</td>
<td>-</td>
</tr>
<tr>
<td>Non-cash charitable contribution</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>67</td>
</tr>
<tr>
<td>Amortization of intangible assets</td>
<td>6</td>
<td>18</td>
<td>10</td>
<td>8</td>
</tr>
<tr>
<td>Depreciation</td>
<td>30</td>
<td>47</td>
<td>16</td>
<td>17</td>
</tr>
<tr>
<td>Adjusted EBITDA</td>
<td>$379</td>
<td>$468</td>
<td>$127</td>
<td>$85</td>
</tr>
</tbody>
</table>

#### Reconciliation from GAAP Net Income to Non-GAAP Net Income:

<table>
<thead>
<tr>
<th>Description</th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>GAAP Net income</td>
<td>$205</td>
<td>$226</td>
<td>$198</td>
<td>$379</td>
</tr>
<tr>
<td>Add: Stock-based compensation</td>
<td>16</td>
<td>18</td>
<td>19</td>
<td>19</td>
</tr>
<tr>
<td>Add: Amortization of intangible assets</td>
<td>7</td>
<td>9</td>
<td>10</td>
<td>8</td>
</tr>
<tr>
<td>Add: Non-cash charitable contribution</td>
<td>-</td>
<td>-</td>
<td>67</td>
<td>72</td>
</tr>
<tr>
<td>Add: Other non-recurring expenses</td>
<td>-</td>
<td>-</td>
<td>2</td>
<td>8</td>
</tr>
<tr>
<td>Subtract: Gain on sale of business</td>
<td>-</td>
<td>17</td>
<td>3</td>
<td>7</td>
</tr>
<tr>
<td>Non-GAAP Net Income</td>
<td>$80</td>
<td>$79</td>
<td>$78</td>
<td>$80</td>
</tr>
</tbody>
</table>

#### Reconciliation from GAAP Earnings per Share (EPS) to Non-GAAP EPS:

<table>
<thead>
<tr>
<th>Description</th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>GAAP Diluted Shares Outstanding</td>
<td>146</td>
<td>146</td>
<td>146</td>
<td>146</td>
</tr>
<tr>
<td>Diluted GAAP EPS</td>
<td>$0.43</td>
<td>$0.40</td>
<td>$0.51</td>
<td>$0.55</td>
</tr>
<tr>
<td>Diluted Non-GAAP EPS</td>
<td>$0.55</td>
<td>$0.54</td>
<td>$0.53</td>
<td>$0.65</td>
</tr>
<tr>
<td>Non-GAAP Diluted EPS</td>
<td>$0.55</td>
<td>$0.54</td>
<td>$0.53</td>
<td>$0.65</td>
</tr>
</tbody>
</table>

#### Free Cash Flow:

<table>
<thead>
<tr>
<th>Description</th>
<th>2013</th>
<th>2014</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flow provided by (used in) operations</td>
<td>$106</td>
<td>$223</td>
<td>$10</td>
<td>$124</td>
</tr>
<tr>
<td>Subtract: Capital expenditures</td>
<td>31</td>
<td>23</td>
<td>16</td>
<td>17</td>
</tr>
<tr>
<td>Free Cash Flow (Non-GAAP)</td>
<td>$75</td>
<td>$200</td>
<td>$62</td>
<td>$107</td>
</tr>
</tbody>
</table>
The Company believes that non-GAAP financial measures provide investors with useful supplemental information about the financial performance of our business, enables comparison of financial results between periods where certain items may vary independent of business performance, and allow for greater transparency with respect to key metrics used by management in operating and analyzing our business.

(1) In the third quarter of 2016, the Company early adopted Accounting Standards Update (“ASU”) 2016-09, Compensation – Stock Compensation (Topic 718): Improvements to Employee Share-Based Payment Accounting. This guidance requires us to reflect any adjustments as of January 1, 2016, the beginning of the annual period that includes the interim period of adoption. The primary impact of adoption was the recognition of excess tax benefits and tax deficiencies in our provision for income taxes rather than additional paid-in capital for all periods in 2016.

(2) Represents a $67 million non-cash charitable contribution to the TripAdvisor Charitable Foundation which was settled in company stock and therefore excluded for non-GAAP purposes. This amount also includes charitable contributions to the TripAdvisor Charitable Foundation of which $6 million was accrued ratably during the nine months ended September 30, 2015 (approximately $2 million per quarter) under GAAP with the intention of settling in cash and then reclassified as non-GAAP during Q4 2015 to reflect the non-cash nature of the final settlement.

(3) Depreciation. Includes internal use software and website development amortization.

(4) Includes charitable contributions to the TripAdvisor Charitable Foundation which was funded in cash of $7 million and $8 million during the years ending December 31, 2013 and 2014, respectively, which was not excluded for non-GAAP purposes.

(5) Adjusted EBITDA. Defined as net income (loss) plus: (i) provision for income taxes; (ii) other income (expense), net; (iii) depreciation of property and equipment, including amortization of internal use software and website development; (iv) amortization of intangible assets; (v) stock-based compensation and other stock-settled obligations; (vi) goodwill, long-lived asset and intangible asset impairments; and (vii) other non-recurring expenses and income. These items are excluded from our Adjusted EBITDA measure because these items are noncash in nature, or because the amount is not driven by core operating results and renders comparisons with prior periods less meaningful. Adjusted EBITDA is our segment profit measure and a key measure used by our management and board of directors to understand and evaluate the operating performance of our business and on which internal budgets and forecasts are based and approved. In particular, the exclusion of certain expenses in calculating Adjusted EBITDA can provide a useful measure for period-to-period comparisons of our core business. Accordingly, we believe that Adjusted EBITDA provides useful information to investors and others in understanding and evaluating our operating results in the same manner as our management and board of directors and allows for another useful comparison of our performance with our historical results from prior periods.

(6) Income Tax Effect of Non-GAAP Adjustments. The non-GAAP adjustments described are reported on a pre-tax basis. The income tax effect on non-GAAP adjustments was calculated based on the individual impact that these items had on our GAAP consolidated income tax expense for the periods presented.

(7) Non-GAAP Net Income. Defined as GAAP net income excluding, net of their related tax effects: (1) stock-based compensation expense and other stock-settled obligations; (2) amortization of intangible assets; (3) certain gains, losses, and other expenses that we do not believe are indicative of our ongoing operating results; (4) goodwill, long-lived assets and intangible asset impairments and (5) other non-recurring expenses and income. We believe non-GAAP net income is an operating performance measure which provides investors and analysts with useful supplemental information about the financial performance of our business, as it incorporates our unaudited condensed consolidated statement of operations, taking into account depreciation, which management believes is an ongoing cost of doing business, but excluding the impact of certain expenses, infrequently occurring items and items not directly tied to the core operations of our businesses, and also enables comparison of financial results between periods where certain items may vary independent of business performance.

(8) Diluted Non-GAAP EPS. Defined as non-GAAP net income divided by GAAP diluted shares. We believe non-GAAP EPS is useful to investors because it represents, on a per share basis, our unaudited condensed consolidated statement of operations, taking into account depreciation, which we believe is an ongoing cost of doing business, as well as other items which are not allocated to the operating businesses such as interest expense, interest income, income taxes and foreign exchange gains or losses, but excluding the effects of certain expenses not directly tied to the core operations of our businesses. During the second quarter of 2016, the Company began calculating non-GAAP net income per diluted share using GAAP diluted shares determined under the treasury stock method. All historical periods have been converted to the current calculation method. This change did not have a material effect on our previously reported non-GAAP net income per diluted share calculations in prior periods.

(9) In the third quarter of 2016, the Company early adopted Accounting Standards Update (“ASU”) 2016-09, Compensation – Stock Compensation (Topic 718): Improvements to Employee Share-Based Payment Accounting, which eliminates the requirement to reclassify excess tax benefits related to stock-based compensation from operating to financing activities in the condensed consolidated statement of cash flows. The retrospective application to prior periods resulted in an increase in cash flows provided by operating activities and a corresponding increase in cash flows used in financing activities reflected as of January 1, 2015. In addition, this resulted in an increase in free cash flows.

(10) Free Cash Flow. Defined as net cash provided by operating activities less capital expenditures, which are purchases of property and equipment, including capitalization of internal-use software development costs. We believe this financial measure can provide useful supplemental information to help investors better understand underlying trends in our business, as it represents the operating cash flow that our operating businesses generate, less capital expenditures but before taking into account other cash movements that are not directly tied to the core operations of our businesses, such as financing activities, foreign exchange or certain investing activities. Free Cash Flow has certain limitations in that it does not represent the total increase or decrease in the cash balance for the period, nor does it represent the residual cash flow for discretionary expenditures. Therefore, it is important to evaluate Free Cash Flow along with the unaudited condensed consolidated statements of cash flows.

* Year to date totals reflect data as reported and is not necessarily a summation of the quarterly data.
Thank You