

**Exopack Holding Corp. & Subsidiaries**  
**Reconciliation of Net Income (Loss) to Adjusted EBITDA**  
**For the Three Months Ended March 31, 2007, June 30, 2007, September 30, 2007, and December 31, 2007**  
**and the Twelve Months Ended December 31, 2007**  
(Dollars in 000's)

	<b>Three Months Ended March 31, 2007</b>	<b>Three Months Ended June 30, 2007</b>	<b>Three Months Ended September 30, 2007</b>	<b>Three Months Ended December 31, 2007</b>	<b>Twelve Months Ended December 31, 2007</b>
<b>Net Income (Loss)</b>	\$ 2,601	\$ (43)	\$ (2,026)	\$ (4,437)	\$ (3,905)
Interest Expense	7,007	6,864	7,308	7,705	28,884
Income/Franchise Tax Expense	1,565	1	(487)	(1,436)	(357)
<b>EBIT</b>	<b>11,173</b>	<b>6,822</b>	<b>4,795</b>	<b>1,832</b>	<b>24,622</b>
Depreciation and Amortization <sup>(1)</sup>	3,913	3,968	4,377	4,689	16,947
<b>EBITDA</b>	<b>15,086</b>	<b>10,790</b>	<b>9,172</b>	<b>6,521</b>	<b>41,569</b>
<b>Other Gains/Losses:</b>					
Impairment of Intangible Asset (Cello-Foil tradename and trademark)	-	1,304	-	-	1,304
Management Fees	373	274	252	296	1,195
Canadian Amalgamation	143	45	17	428	633
Severance Expense	160	249	268	1,299	1,976
Hebron Facility Future Lease Obligation and Other Hebron Charges	212	32	192	486	922
Newmarket Facility Future Lease Obligation	-	-	411	288	699
Plastics U.S. ERP System Implementation	154	194	182	201	731
Impairment of and Losses on Disposals of Property, Plant and Equipment	69	404	211	1,220	1,904
Start-up of Exopack Asia	-	159	95	329	583
Write-off Fair Value of Inventory Step-up - EAC and EPF	-	-	329	245	574
EAC and EPF Transition Expenses	-	-	257	1,248	1,505
Capital Startup Expenses	-	-	546	154	700
Refinement of Method for Capitalizing Variances to Inventory	-	-	-	1,820	1,820
Insurance Settlement- Business Interruption Claim for 2005 Hurricane Season	-	-	-	(1,755)	(1,755)
Miscellaneous	180	203	586	903	1,872
<b>Adjusted EBITDA</b>	<b>\$ 16,377</b>	<b>\$ 13,654</b>	<b>\$ 12,518</b>	<b>\$ 13,683</b>	<b>\$ 56,232</b>

<sup>(1)</sup> Excludes amortization of deferred financing costs, which are a component of interest expense.