

Exopack Holding Corp. & Subsidiaries
Reconciliation of Net Income (Loss) to Adjusted EBITDA
For the Three Months Ended March 31, 2008 and June 30, 2008
and the Six Months Ended June 30, 2008
(Dollars in 000's)

	Three Months Ended March 31, 2008	Three Months Ended June 30, 2008	Six Months Ended June 30, 2008
Net Income (Loss)	\$ (614)	\$ (976)	\$ (1,590)
Interest Expense	7,966	7,645	15,611
Income/Franchise Tax Expense	(95)	266	171
EBIT	7,257	6,935	14,192
Depreciation and Amortization ⁽¹⁾	4,928	5,764	10,692
EBITDA	12,185	12,699	24,884
<u>Other Gains/Losses:</u>			
Management Fees	371	356	727
Losses on Disposals of Property, Plant and Equipment	138	111	249
Non-cash stock compensation	203	131	334
EAC and EPF Startup and Transition Expenses	1,708	1,378	3,086
Severance Expense	668	460	1,128
Plastics U.S. ERP System Implementation	182	56	238
WPP China Project shutdown	256	112	368
Capital Equipment Relocation and Startup Expenses	396	424	820
Concord Facility Consolidation	-	981	981
Miscellaneous (including Hebron Facility Costs)	415	298	713
Adjusted EBITDA	\$ 16,522	\$ 17,006	\$ 33,528

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