

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

	<b>Three Months Ended March 31, 2008</b>	<b>Three Months Ended June 30, 2008</b>	<b>Three Months Ended September 30, 2008</b>	<b>Nine Months Ended September 30, 2008</b>
<b>Net Income (Loss)</b>	\$ (614)	\$ (976)	\$ (2,486)	\$ (4,076)
Interest Expense	7,966	7,645	7,702	23,313
Income/Franchise Tax Expense	(95)	266	(425)	(254)
<b>EBIT</b>	<b>7,257</b>	<b>6,935</b>	<b>4,791</b>	<b>18,983</b>
Depreciation and Amortization <sup>(1)</sup>	4,928	5,764	5,744	16,436
<b>EBITDA</b>	<b>12,185</b>	<b>12,699</b>	<b>10,535</b>	<b>35,419</b>
<u>Other Gains/Losses:</u>				
Management Fees	371	356	379	1,106
Losses on Disposals of Property, Plant and Equipment	138	111	643	892
Non-cash Stock Compensation	203	131	135	469
EAC and EPF Startup and Transition Expenses	1,708	1,378	483	3,569
Severance Expense	668	460	433	1,561
Plastics U.S. ERP System Implementation	182	56	47	285
WPP China Project Shutdown	256	112	48	416
Capital Equipment Relocation and Startup Expenses	396	424	513	1,333
Concord Facility Consolidation	-	981	348	1,329
Foreign Exchange Losses on Intercompany Note and Bank Conversion	-	-	623	623
Sarbanes-Oxley and Other Related Costs <sup>(2)</sup>	296	361	298	955
Miscellaneous (including Hebron Facility Costs)	365	268	44	677
<b>Adjusted EBITDA</b>	<b>\$ 16,768</b>	<b>\$ 17,337</b>	<b>\$ 14,529</b>	<b>\$ 48,634</b>

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

<sup>(2)</sup> Beginning with the period ended September 30, 2008, we began adding back all costs of being a public company. Previous periods have been adjusted retroactively (Q1 and Q2 2008 adjusted by \$246 and \$331, respectively). (On a comparative basis, 2007 Quarters' costs of being a public company would increase Adjusted EBITDA by \$182, \$243, \$177, and \$300 for Q1, Q2, Q3, and Q4, respectively for a full year increase of \$902.)