

SEIZE THE MOMENT
— SECURING THE FUTURE —

EBITDA Calculation Recast

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- We report our financial results in accordance with U.S. generally accepted accounting principles, but believe that certain non-GAAP financial measures provide useful supplemental information to investors regarding the underlying business trends and performance of the company's ongoing operations and are useful for period-over-period comparisons of such operations. These non-GAAP financial measures should be considered as a supplement to, and not as a substitute for, or superior to, the financial measures prepared in accordance with GAAP.
 - Before the first quarter of 2013, we reported EBITDA including certain adjustments. The EBITDA previously reported was calculated as net income before net interest expense, income taxes, depreciation and amortization, reorganization items, income from equity investments, income (loss) attributable to non-controlling interests, net income (loss) from discontinued operations, plus joint venture dividends, as adjusted for other items management does not believe are indicative of our underlying results of operations such as impairment charges, asset retirement obligations and the effect of mark-to-market accounting on our warrants. The specific items for which EBITDA was adjusted in each prior reporting period were disclosed in the reconciliation of non-GAAP financial measures table included in each reporting period.
 - Beginning March 31, 2013, we calculate EBITDA as income from continuing operations plus interest expense (net), provision for (benefit from) income taxes, and depreciation & amortization.
 - Reconciliations of our current calculation of EBITDA for periods prior to March 31, 2013 to the previously presented measures is included herein.

Table 1: Reconciliation of EBITDA to Previously Reported Measures

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(Millions of U.S. dollars)	2010		2011					2012				
	Predecessor	Successor	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD
EBITDA previously reported	\$ 1,102	\$ 2,930	\$1,420	\$ 1,593	\$1,806	\$ 766	\$5,585	\$1,228	\$1,774	\$1,565	\$1,289	\$5,856
Less pretax adjustments:												
Non-controlling interests	(60)	(7)	(3)	(1)	-	(3)	(7)	(1)	(2)	(2)	(9)	(14)
Equity income	84	86	58	73	52	33	216	46	27	32	38	143
JV Dividends	(18)	(34)	(97)	(10)	(55)	(45)	(207)	(14)	(73)	(10)	(50)	(147)
Reorganization items	7,124	(23)	(2)	(28)	-	(15)	(45)	4	(1)	-	-	3
Asset retirement obligation	-	-	-	-	(10)	-	(10)	-	-	-	-	-
Impairments	(9)	(3)	-	(4)	(19)	-	(23)	(22)	-	-	-	(22)
Warrants	-	(114)	(59)	6	22	(6)	(37)	(10)	-	(1)	-	(11)
Other	(5)	(24)	(1)	(3)	5	(4)	(3)	(4)	2	5	(3)	-
EBITDA	8,218	2,811	1,316	1,626	1,801	726	5,469	1,227	1,727	1,589	1,265	5,808
Adjustments to EBITDA:												
Reorganization items	(7,124)											
EBITDAR*	1,094											
Interest expense, net	(706)	(522)	(156)	(163)	(146)	(542)	(1,007)	(95)	(409)	(67)	(69)	(640)
Depreciation & amortization	(565)	(558)	(215)	(224)	(237)	(255)	(931)	(237)	(244)	(236)	(266)	(983)
Provision for (benefit from) income taxes	1,315	(170)	(263)	(388)	(506)	98	(1,059)	(301)	(306)	(435)	(285)	(1,327)
Reorganization items	7,124											
Income from continuing operations	8,262	1,561	682	851	912	27	2,472	594	768	851	645	2,858
(Income) loss from discontinued operations net of tax	242	19	(22)	(48)	(17)	(245)	(332)	5	-	(7)	(22)	(24)
Net loss attributable to non-controlling interests	60	7	3	1	-	3	7	1	2	2	9	14
Net income (loss) attributable to the Company shareholders	<u>\$ 8,564</u>	<u>\$ 1,587</u>	<u>\$ 663</u>	<u>\$ 804</u>	<u>\$ 895</u>	<u>\$ (215)</u>	<u>\$2,147</u>	<u>\$ 600</u>	<u>\$ 770</u>	<u>\$ 846</u>	<u>\$ 632</u>	<u>\$2,848</u>

* Earnings before net interest expense, provision for (benefit from) income taxes, depreciation and amortization and restructuring charges (benefits)

Table 2: Reconciliation of Segment EBITDA to Previously Reported Measures

Table 2: Segment EBITDA

(Millions of U.S. dollars)	2010		2011					2012				
	Predecessor	Successor	Q1	Q2	Q3	Q4	YTD	Q1	Q2	Q3	Q4	YTD
EBITDA - Recast												
Olefins & Polyolefins - Americas	\$ 482	\$ 1,206	\$ 482	\$ 575	\$ 669	\$ 411	\$2,137	\$ 595	\$ 781	\$ 814	\$ 778	\$2,968
Olefins & Polyolefins - Europe, Asia & International	294	582	283	330	237	15	865	115	305	102	26	548
Intermediates & Derivatives	308	736	324	420	421	245	1,410	417	432	475	297	1,621
Refining	55	290	190	293	427	67	977	48	160	150	123	481
Technology	62	147	90	39	28	34	191	56	50	49	42	197
Other	7,017	(150)	(53)	(31)	19	(46)	(111)	(4)	(1)	(1)	(1)	(7)
Total	8,218	\$ 2,811	\$1,316	\$ 1,626	\$1,801	\$ 726	\$5,469	\$1,227	\$1,727	\$1,589	\$1,265	\$5,808
Adjustments to EBITDA:												
Reorganization items	(7,124)											
EBITDAR*	\$ 1,094											
EBITDA - Previously Reported												
Olefins & Polyolefins - Americas	\$ 487	\$ 1,191	\$ 484	\$ 577	\$ 672	\$ 407	\$2,140	\$ 598	\$ 776	\$ 820	\$ 769	\$2,963
Olefins & Polyolefins - Europe, Asia & International	221	549	329	273	247	45	894	101	335	75	50	561
Intermediates & Derivatives	312	747	321	419	417	235	1,392	418	455	475	305	1,653
Refining	56	284	190	293	427	67	977	48	161	150	122	481
Technology	61	151	91	42	45	36	214	57	49	48	43	197
Other	(35)	8	5	(11)	(2)	(24)	(32)	6	(2)	(3)	-	1
Total	\$ 1,102	\$ 2,930	\$1,420	\$ 1,593	\$1,806	\$ 766	\$5,585	\$1,228	\$1,774	\$1,565	\$1,289	\$5,856

* Earnings before net interest expense, provision for (benefit from) income taxes, depreciation and amortization and restructuring charges (benefits)