

LyondellBasell Industries N.V. reports its financial results in accordance with U.S. generally accepted accounting principles. However, we believe certain non-GAAP measures provide useful supplemental information to investors regarding the underlying business trends and performance of the Company's operations and are useful in year-over-year comparisons of such operations. Specifically, we provide investors information regarding EBITDA, which we define as earnings before interest, taxes, depreciation and amortization, as adjusted for the other items shown in the table below. Our calculation of EBITDA may not be the same as similarly-titled measures presented by other companies. Additionally, we have in some instances combined results of our predecessor and our successor to present full year 2010 information. The combination of these periods is non-GAAP because, for financial reporting purposes, the two periods present two separate entities. However, as noted, we believe the combination may provide useful information for making year over year comparisons of our financial results. These non-GAAP measures should be considered a supplement to, and not a substitute for, or superior to, financial measures prepared in accordance with GAAP, which can be found in our Form 10-K for the year ended December 31, 2010.

Reconciliation of EBITDA to Net Income

(Millions of U.S. dollars)	2008	2009	Predecessor	Successor	Combined
			January 1 - April 30	May 1 - December 31	Full Year
			2010		
Segment EBITDA: ^(a)					
Olefins and Polyolefins - Americas	\$ 502	\$ 743	\$ 490	\$ 1,195	\$ 1,685
Olefins and Polyolefins - Europe, Asia, International	803	341	230	588	818
Intermediates and Derivatives	571	535	252	599	851
Refining and Oxyfuels	1,175	255	79	373	452
Technology	291	309	61	151	212
Other	53	53	(24)	(1)	(25)
Total EBITDA	3,395	2,236	1,088	2,905	3,993
2010 LCM inventory valuation adjustments	-	-	-	42	42
Total EBITDA excluding 2010 LCM inventory valuation adjustments	3,395	2,236	1,088	2,947	4,035
Add:					
Income (loss) from equity investment	38	(181)	84	86	170
Unrealized foreign exchange (loss) gain	-	193	(264)	(22)	(286)
Gain on sale of Flavors and Fragrances business	-	-	-	64	64
Deduct:					
2010 LCM inventory valuation adjustments	-	-	-	(42)	(42)
Depreciation and amortization	(1,911)	(1,774)	(565)	(558)	(1,123)
Impairment charge	(5,207)	(17)	(9)	(28)	(37)
Reorganization items	-	(2,961)	7,580	(23)	7,557
Interest expense, net	(2,407)	(1,777)	(708)	(528)	(1,236)
Joint venture dividends received	(98)	(26)	(18)	(34)	(52)
(Provision for) benefit from income taxes	848	1,411	1,123	(170)	953
Accounts receivable facility fees	(44)	-	-	-	-
Fair value change in warrants	-	-	-	(114)	(114)
Current cost adjustment to inventory	(1,950)	29	199	-	199
Other	8	(4)	(6)	2	(4)
LyondellBasell Industries net income (loss)	(7,328)	(2,871)	8,504	1,580	10,084
Less: Net (income) loss attributable to non-controlling interests	7	6	60	7	67
	<u>\$ (7,321)</u>	<u>\$ (2,865)</u>	<u>\$ 8,564</u>	<u>\$ 1,587</u>	<u>\$ 10,151</u>

(a) For periods prior to May 1, 2010, Predecessor segment operating income and EBITDA were determined on a current cost basis. For periods following May 1, 2010, Successor operating income and EBITDA were determined using the LIFO method of inventory accounting. The full year 2009 and the Predecessor period from January 1 - April 30, 2010 include restructuring charges, which are a component of "Reorganization items," and therefore, we have, in the past, referred to EBITDA in those periods as EBITDAR.