

Schedule 1

**Pactiv Corporation**  
**Regulation G Reconciliation of Presentation Amounts to Reported Amounts per US GAAP**  
(In millions of dollars except earnings per share)

**Slide # 3, 4 - Five Year Operating Profit CAGR**

<b>Income from continuing operations attributable to Pactiv - GAAP Basis</b>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>CAGR</u>
Consumer Products	188	115	195	226	207	297	
Foodservice/Food Packaging	137	186	246	245	234	300	
Other	10	2	(15)	(2)	3	(18)	
Total operating income	<u>335</u>	<u>303</u>	<u>426</u>	<u>469</u>	<u>444</u>	<u>579</u>	
<b>Restructuring and other</b>							
Consumer Products	4	1	-	-	5	-	
Foodservice/Food Packaging	72	5	(1)	-	10	-	
Other	3	-	-	-	1	-	
Total restructuring and other	<u>79</u>	<u>6</u>	<u>(1)</u>	<u>-</u>	<u>16</u>	<u>-</u>	
<b>Income from continuing operations attributable to Pactiv - excluding Restructuring and other</b>							
Consumer Products	192	116	195	226	212	297	9.1%
Foodservice/Food Packaging	209	191	245	245	244	300	7.5%
Other	13	2	(15)	(2)	4	(18)	
Total operating income excluding restructuring and other	<u>414</u>	<u>309</u>	<u>425</u>	<u>469</u>	<u>460</u>	<u>579</u>	<u>6.9%</u>

**Slide # 13 - EPS/Five year EPS CAGR**

<b>Diluted earnings per share EPS from continuing</b>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>CAGR</u>
	\$ 1.06	\$ 0.97	\$ 1.99	\$ 1.83	\$ 1.66	\$ 2.31	
Adjustments (net of tax) to exclude:							
Restructuring and other charges	0.32	0.03	-	-	0.08	-	
Realized foreign exchange gain			(0.14)				
Tax liability adjustment			(0.21)				
<b>EPS from continuing operations excluding restructuring and other adjustments</b>	<u>\$ 1.38</u>	<u>\$ 1.00</u>	<u>\$ 1.64</u>	<u>\$ 1.83</u>	<u>\$ 1.74</u>	<u>\$ 2.31</u>	<u>10.9%</u>

**Slide # 13 - ROIC**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	
<b>Return</b>	414	309	425	469	460	579	579	
Operating Income before restructuring	(56)	(54)	(42)	(50)	(49)	(36)	(36)	
Noncash pension income	358	255	383	419	411	543	543	
Return before tax	0.64	0.64	0.64	0.64	0.64	0.64	0.64	
Adjust to after tax basis	229	163	245	268	263	348	348	
Return								
<b>Invested Capital</b>	527	402	498	325	(17)	1,201	637	
Pension funded status	0.64	0.64	0.64	0.64	0.64	0.64	0.64	
Income taxes on funded status	337	257	319	208	(11)	769	408	
Pension funded status after tax	934	1,116	854	887	1,257	671	985	
Shareholders Equity	9	9	9	10	15	16	16	
Noncontrolling interest	1,335	1,340	872	869	1,574	1,345	1,275	
Long-term debt	(140)	(222)	(172)	(181)	(95)	(80)	(46)	
Less Cash	2,475	2,500	1,882	1,793	2,740	2,721	2,638	
Invested Capital								
Return on average invested capital	9.2%	7.4%	13.3%	11.8%	9.6%	13.0%	13.0%	<u>5 year average</u> 11.0%
<b>Effective tax Rate adjusted to expected long-term effective tax rate</b>								
		64.0%	71.0%	65.0%	65.0%	63.0%	63.0%	
Effective tax rate as reported		0.0%	-7.0%	-1.0%	-1.0%	1.0%	1.0%	
Adjustment to long-term average effective tax rate		<u>64.0%</u>	<u>64.0%</u>	<u>64.0%</u>	<u>64.0%</u>	<u>64.0%</u>	<u>64.0%</u>	

**Slide # 13 - EBITDA/EBITDA Margin FCF/Sales**

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>5 year average</u>
Sales	\$ 2,756	\$ 2,917	\$ 3,253	\$ 3,567	\$ 3,360	3,171
Operating Income - GAAP Basis	303	426	469	444	579	444
Adjustments:						
Restructuring	6	-	-	16	-	4
Depreciation and Amortization	146	145	166	182	184	165
EBITDA	<u>455</u>	<u>571</u>	<u>635</u>	<u>642</u>	<u>763</u>	<u>613</u>
EBITDA margin %	16.5%	19.6%	19.5%	18.0%	22.7%	19.4%
<b>5 year average FCF / Sales</b>						
	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>5 year average</u>
Sales	\$ 2,756	\$ 2,917	\$ 3,253	\$ 3,567	\$ 3,360	\$ 15,853
Free cash flow continuing operations (from above)	\$ 159	\$ 308	\$ 183	\$ 201	\$ 484	\$ 1,335
5 year average FCF / Sales						8.4%

## Schedule 2

**Pactiv Corporation**  
**Regulation G Reconciliation of Presentation Amounts to Reported Amounts per US GAAP**  
**(In millions of dollars except earnings per share)**

### Slide # 15 - 2010 Outlook

	<u>Twelve months ending December 31, 2010</u>	
	<u>Low estimate</u>	<u>High estimate</u>
(In millions)		
<b>Cash flow provided by operating activities from continuing operations - GAAP basis</b>	<b>\$ 460</b>	<b>\$ 480</b>
Capital expenditures - continuing operations	(130)	(130)
(Increase)decrease in asset securitization program	-	-
<b>Free cash flow <sup>(a)</sup></b>	<b><u>\$ 330</u></b>	<b><u>\$ 350</u></b>

(a) Free cash flow is defined as cash flow from operating activities excluding the change in our asset-securitization-program balance, less capital expenditures, all of which are calculated in accordance with GAAP. We believe that free cash flow provides a useful measure of our liquidity. We use free cash flow as a measure of cash available to fund early or required debt retirement and incremental investments such as, but not limited to, acquisitions and share repurchases. However, free cash flow has limitations in that it does not represent residual cash flow available for discretionary expenditures. Some of our expenditures are mandatory. The amount of mandatory versus discretionary expenditures can vary significantly between periods. We have also shown free cash flow excluding pension contributions in order to have a comparable liquidity to prior years when no pension contributions were made.