

TENNECO AUTOMOTIVE INC. AND CONSOLIDATED SUBSIDIARIES
 STATEMENTS OF INCOME (LOSS)
Unaudited
 THREE MONTHS ENDED MARCH 31,
 (Millions except share and per share amounts)

	<u>2005</u>	<u>2004</u>
Net sales and operating revenues	<u>\$ 1,106</u>	<u>\$ 1,033</u> (b)
Costs and Expenses		
Cost of Sales (exclusive of depreciation shown below)	893 (a)	829 (c)
Engineering, Research and Development	24	17
Selling, General and Administrative	98 (a)	109 (b) (c) (d)
Depreciation and Amortization of Other Intangibles	46	45
Total Costs and Expenses	<u>1,061</u>	<u>1,000</u>
Other Loss	(1)	-
Income before Interest Expense, Income Taxes, and Minority Interest		
North America	37 (a)	30 (b) (c) (d)
Europe & South America	5 (a)	- (c) (d)
Asia Pacific	2	3 (d)
	<u>44</u>	<u>33</u>
Less:		
Interest expense (net of interest capitalized)	32	35
Income tax expense (benefit)	4	(1)
Minority interest	1	1
Net Income (Loss)	<u>7</u>	<u>(2)</u>
Average common shares outstanding:		
Basic	<u>42.7</u>	<u>40.9</u>
Diluted	<u>45.0</u>	<u>43.5</u>
Earnings (loss) per share of common stock:		
Basic	<u>\$ 0.17</u>	<u>\$ (0.05)</u>
Diluted	<u>\$ 0.16</u>	<u>\$ (0.05)</u>

(a) Includes restructuring and restructuring related charges of \$3 million pre-tax, \$2 million after tax or \$0.04 per share. Of the adjustment \$2 million is recorded in cost of sales and the remaining \$1 million is in SG&A. Geographically, \$2 million is recorded in North America and \$1 million in Europe.

(b) Includes changeover costs for a new aftermarket customer of \$6 million pre-tax, \$3 million after-tax or \$0.08 per share. Of the adjustment \$4 million is recorded in Sales and \$2 million is recorded in SG&A. Geographically all of the charge is recorded in North America.

(c) Includes restructuring and restructuring related charges of \$5 million pre-tax, \$3 million after tax or \$0.07 per share. Of the adjustment \$2 million is recorded in SG&A and the remaining \$3 million is in cost of sales. Geographically, \$2 million is recorded in North America and \$3 million in Europe.

(d) Consulting fees indexed to stock price of \$3 million pre-tax, \$2 million after-tax or \$0.05 per share. The entire charge is recorded in SG&A. Geographically \$1 million of the charge is recorded in North America, Europe and Asia Pacific respectively.