

TENNECO INC.  
RECONCILIATION OF NON-GAAP MEASURES  
SGA&E as Percent of Sales - LTM

	<u>Q2 05</u>	<u>Q3 05</u>	<u>Q4 05</u>	<u>Q1 06</u>	<u>Q1 06 LTM</u>
Revenues	1,180	1,096	1,064	1,132	4,472
Engineering, research, and development	18	22	19	22	81
Selling, general, and administrative	<u>93</u>	<u>96</u>	<u>98</u>	<u>101</u>	<u>388</u>
Total SGA&E	111	118	117	123	469
SGA&E as Percent of Sales					<u><u>10.5%</u></u>

	<u>Q2 04</u>	<u>Q3 04</u>	<u>Q4 04</u>	<u>Q1 05</u>	<u>Q1 05 LTM</u>
Revenues	1,113	996	1,071	1,101	4,281
Engineering, research, and development	19	20	20	24	83
Selling, general, and administrative	<u>100</u>	<u>93</u>	<u>115</u>	<u>98</u>	<u>406</u>
Total SGA&E	119	113	135	122	489
SGA&E as Percent of Sales					<u><u>11.4%</u></u>

Tenneco presents the above reconciliation of the last twelve months (LTM) of selling, general, administrative and engineering (SGA&E) expenses as a percentage of revenues to provide information investors may find useful in measuring the company's progress toward its goals to lower selected operating expenses supported by existing revenues. LTM values are used to highlight annual trends and remove seasonal fluctuations. This reconciliation is provided as supplemental information and not as a replacement for any other financial ratios that investors may find useful for measuring the company's operating performance.