

Cornell Companies, Inc.

Non-GAAP Financial Measures and Reconciliations

Earnings before interest, taxes, depreciation and amortization (EBITDA)

(in thousands)



	FY 2009								FY 2008								FY 2007	FY 2006	FY 2005	FY 2004
	YTD 12/31/2009	QTD 12/31/2009	YTD 9/30/2009	QTD 9/30/2009	YTD 6/30/2009	QTD 6/30/2009	YTD 3/31/2009	QTD 3/31/2009	YTD 12/31/2008	QTD 12/31/2008	YTD 9/30/2008	QTD 9/30/2008	YTD 6/30/2008	QTD 6/30/2008	YTD 3/31/2008	QTD 3/31/2008	YTD 12/31/2007	YTD 12/31/2006	YTD 12/31/2005	YTD 12/31/2004
EBITDA																				
GAAP income from operations	69,701	15,729	53,972	18,594	35,376	19,590	15,788	15,788	62,197	18,756	43,442	14,037	29,404	14,914	14,490	14,490	45,009	44,798	27,866	14,459
Plus:																				
Depreciation and amortization	18,833	4,740	14,093	4,460	9,633	4,740	4,893	4,893	17,943	5,100	12,843	4,466	8,377	4,220	4,157	4,157	15,986	16,285	15,200	13,187
EBITDA	88,534	20,469	68,065	23,054	45,009	24,330	20,681	20,681	80,140	23,856	56,285	18,503	37,781	19,134	18,647	18,647	60,995	61,083	43,066	27,646
Pre-opening and start-up expenses, net of start-up revenue	2,847	2,847	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	2,657	9,017	8,803
EBITDA, as adjusted	91,381	23,316	68,065	23,054	45,009	24,330	20,681	20,681	80,140	23,856	56,285	18,503	37,781	19,134	18,647	18,647	60,995	63,740	52,083	36,449