

**COPANO ENERGY, L.L.C. AND SUBSIDIARIES**

Reconciliation of EBITDA and adjusted EBITDA to net income:

	THREE MONTHS ENDED SEPTEMBER 30, 2008				
	Oklahoma	Texas	Rocky Mountains	Corporate & Other	Total
Net Income	\$ 18,213	\$ 26,143	\$ 1,182	\$ (36,815)	\$ 8,723
Add: Depreciation and Amortization	7,639	4,147	671	298	12,755
Add: Interest and other financing costs	-	-	-	15,470	15,470
Add: Provision for income taxes	-	-	-	197	197
EBITDA	<u>25,852</u>	<u>30,290</u>	<u>1,853</u>	<u>(20,850)</u>	<u>37,145</u>
Add: Amortization of difference between the carried investment and the underlying equity in net assets of equity investments	122	131	1,013	-	1,266
Add: Copano's share of depreciation and amortization included in equity in earnings from unconsolidated affiliates	(5)	2	4,610	-	4,607
Add: % of equity method investment interest and other financing costs	-	-	471	-	471
Adjusted EBITDA	<u>\$ 25,969</u>	<u>\$ 30,423</u>	<u>\$ 7,947</u>	<u>\$ (20,850)</u>	<u>\$ 43,489</u>