

EXHIBIT F

Summary of Events Affecting Comparability

Management believes that EBITDAR, which is earnings before interest, taxes, depreciation, amortization and reorganization items, is meaningful because it provides a way to identify operating results of the Company had it not been in the reorganization process during the time period being reported upon. EBITDAR is a typical financial measure for Companies during the restructuring process. In addition, management believes that measures of income excluding non-recurring, non-operational items are meaningful because they provide insight with respect to Solutia's ongoing operating results. Such measurements are not recognized in accordance with generally accepted accounting principles ("GAAP") and should not be viewed as an alternative to GAAP measures of performance.

A reconciliation of non-GAAP measures to GAAP is detailed below for the operating results from continuing operations related to the eight months ended August, 2007 and the fiscal years ended 2006, 2005 and 2004. Also identified below are the non-recurring, non-operational items which have been excluded from the income measures used by management for internal evaluation purposes.

Reconciliation of EBITDAR to Net Income (Loss)

(dollars in millions)

	<u>Eight Months Ended August 31, 2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
EBITDAR	\$230	\$247	\$212	\$122
Add:				
Income Tax (Expense) Benefit	(19)	(18)	(10)	7
Interest Expense.....	(83)	(100)	(79)	(108)
Depreciation and Amortization.....	(74)	(109)	(109)	(118)
Reorganization Items	(40)	(71)	(49)	(73)
Cumulative Effect of Change in Accounting Principle.....	-	-	(3)	-
Discontinued Operations	29	58	8	(24)
Non-Recurring, Non-Operational Gains (Losses) (see below)....	19	(5)	38	(126)
Net Income (Loss)	<u>\$ 62</u>	<u>\$ 2</u>	<u>\$ 8</u>	<u>\$ (320)</u>

Schedule of Non-Recurring, Non-Operational (Gains) Losses

<u>Increase/(Decrease)</u>	<u>Eight Months Ended August 31, 2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Impact on:				
Cost of Goods Sold.....	\$ 2	\$ 1	\$ 1	\$18 (a)
	--	--	9	26 (d)
	--	--	--	8 (e)
	--	--	--	1 (f)
	--	9	--	-- (l)
	--	(20)	--	-- (m)
	3	--	--	-- (r)
Total Cost of Goods Sold	5	(10)	10	53
Marketing, Administrative and Technological Expenses				
Marketing	--	2	--	-- (a)
	--	--	1	2 (d)
Administrative	(10)	--	--	-- (s)
	--	1	--	-- (a)
	--	--	2	4 (d)
Technological	--	--	1	3 (d)
Total Marketing, Administrative and Technological Expenses	(10)	3	4	9
Operating Income (Loss) Impact.....	5	7	(14)	(62)
Equity Earnings (Loss) from Affiliates	--	(4)	52	(49) (g)
Loss on Debt Modification	--	--	--	(15) (h)
	(7)	(8)	--	-- (n)
Other Income	21	--	--	-- (i)
EBITDAR Impact.....	19	(5)	38	(126)
Interest Expense.....	--	--	--	(25) (c)
	--	(1)	--	-- (o)
	--	(3)	--	-- (p)
	(2)	--	--	-- (t)
Reorganization Items, Net	5	(13)	5	(22) (j)
Pre-Tax Income Statement Impact	22	(22)	43	(173)
Income Tax Expense (Benefit) Impact	(1)	(5)	--	(6) (k)
After-Tax Income Statement Impact	23	(17)	43	(167)
Income (Loss) from Discontinued Operations, Net of Tax	29	58	8	(24) (b)
Cumulative Effect of Change in Accounting Principle, Net of Tax.....	--	--	(3)	-- (q)
Net Income (Loss) Impact	\$ 52	\$ 41	\$ 48	\$(191)

Footnotes

- a) Restructuring costs related principally to the closure of certain non-strategic operations including costs for decommissioning and dismantling activities, asset impairments, future costs for non-cancelable operating leases and severance and retraining costs.
- b) Discontinued operations for the DEQUEST® and pharmaceutical services businesses are excluded from continuing operations in the internal financial statements.
- c) Write-off of unamortized debt issuance costs related to the retirement of the October 2003 and interim DIP credit facilities.

- d) Net pension and other postretirement benefit plan curtailments and settlements.
- e) Losses incurred directly related to the hurricanes experienced in the U.S. in 2004 resulting in the disruption of operations and property damage at Solutia's operations in the Integrated Nylon chain located principally in the Southeastern part of the U.S., and the Performance Products location in Martinsville, Virginia. These costs included primarily asset write-offs and repairs and maintenance costs.
- f) Loss on the sale of the assets of Axio Research Corporation.
- g) Net one-time gains (losses) related to Solutia's Flexsys and Astaris joint ventures, in each of which Solutia has a fifty percent interest.
- h) Loss due to the modification of Solutia's Euronotes in January 2004.
- i) Settlement gain with FMC Corporation, net of legal expenses.
- j) Includes expenses related to asset write-offs associated with contract rejections and terminations, employee severance costs, adjustments to record certain pre-petition claims at estimated amounts of the allowed claims and differences between the settlement amount of certain pre-petition obligations and the corresponding amounts previously recorded. Only professional fees for services provided by debtor and creditor professionals directly related to Solutia's reorganization proceedings and costs associated with a retention plan for certain Solutia employees are included in reorganization items, net in the internal financial statements.
- k) With the exception of those items that relate to ex-U.S. operations, the above items are considered to have like pre-tax and after-tax impact as the tax benefit or expense realized from these events is offset by the change in valuation allowance for U.S. deferred tax assets resulting from uncertainty as to their recovery due to Solutia's Chapter 11 bankruptcy filing.
- l) Environmental charge precipitated by the notification by a third-party of its intent to terminate a tolling agreement at one of Solutia's facilities outside the U.S. that will likely result in the cessation of operations at the site.
- m) Gain resulting from the reversal of a litigation reserve with respect to a litigation matter that was decided favorably during 2006.
- n) Write-off of debt issuance costs and to record the DIP facility as modified at its fair value in March 2006 and January 2007.
- o) Write off of unamortized debt issuance costs associated with the DIP facility at time of modification.
- p) Solutia refinanced its Euronotes and recorded early extinguishment costs at the time of refinancing.
- q) Cumulative effect of change in accounting principle is excluded from continuing operations in the internal financial statements.
- r) Charge resulting from the step-up in basis of Flexsys' inventory in accordance with purchase accounting.
- s) Gain resulting from the sale of land at manufacturing facilities in Alvin, Texas and Pensacola, Florida.
- t) Charge resulting from recognition of interest expense on claims recognized as allowed secured claims through settlements approved by the Bankruptcy Court.