

Non-GAAP Financial Measures and Reconciliations

As used herein, "GAAP" refers to generally accepted accounting principles in the United States. We use various numerical measures in conference calls, investor meetings and other forums which are or may be considered "Non-GAAP financial measures" under Regulation G. We have provided below for your reference supplemental financial disclosure for these measures, including the most directly comparable GAAP measure and an associated reconciliation.

Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA)

	Three Months	
	Ended	Fiscal Year Ended
	June 30,	June 30,
	2009	2009
(\$ millions)		
Net Income - GAAP	\$ 4.7	\$ 20.1
Income Tax Expense	2.5	9.7
Interest Income	(0.2)	(1.2)
Interest Expense	0.5	2.1
Depreciation and Amortization	1.7	6.7
EBITDA	<u>\$ 9.2</u>	<u>\$ 37.4</u>

Note: To supplement our consolidated financial statements presented in accordance with GAAP, Kensey Nash Corporation uses non-GAAP measures, such as EBITDA. EBITDA represents our GAAP results adjusted to exclude interest, taxes, depreciation and amortization. This non-GAAP adjustment is provided to enhance the user's overall understanding of our historical and current financial performance and our prospects for the future. We believe the non-GAAP results provide useful information to both management and investors by excluding certain expenses that we believe are not indicative of our core operating results.

This non-GAAP measure will provide investors and management with an alternative method for assessing Kensey Nash's operating results in a manner consistent with future presentation. Further, this non-GAAP result is one of several primary indicators management uses for planning and forecasting in future periods. The presentation of this additional information should not be considered in isolation or as a substitute for results prepared in accordance with accounting principles generally accepted in the United States.