

BEMIS COMPANY, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF INCOME

(in thousands, except per share amounts)
(unaudited)

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2007	2006	2007	2006
Net sales	\$912,672	\$900,597	\$3,649,281	\$3,639,363
Costs and expenses:				
Cost of products sold	751,696	731,565	2,973,329	2,942,650
Selling, general and administrative expenses	85,541	86,663	341,551	336,409
Research and development	6,782	6,145	25,983	25,024
Interest expense	12,020	11,724	50,268	49,252
Other costs (income), net	(8,939)	(1,598)	(31,455)	(3,308)
Minority interest in net income	939	1,093	3,751	3,540
Income before income taxes	64,633	65,005	285,854	285,796
Provision for income taxes	21,900	23,400	104,300	109,500
Net income	\$42,733	\$41,605	\$181,554	\$176,296
Basic earnings per share of common stock	\$.43	\$.40	\$ 1.76	\$ 1.68
Diluted earnings per share of common stock	\$.42	\$.39	\$ 1.74	\$ 1.65
Cash dividends paid	0.21	\$.19	\$.84	\$.76
Weighted average common shares outstanding	100,518	104,839	102,992	104,865
Weighted average common shares and common stock equivalents outstanding	101,462	106,977	104,114	106,767

BEMIS COMPANY, INC. AND SUBSIDIARIES**CONSOLIDATED BALANCE SHEET**

(dollars in thousands)

(unaudited)

	December 31, 2007	December 31, 2006
<u>ASSETS</u>		
Cash and cash equivalents	\$147,409	\$112,160
Accounts receivable, net	450,845	448,382
Inventories, net	478,727	467,853
Prepaid expenses	62,607	65,317
Total current assets	1,139,588	1,093,712
Property and equipment, net	1,248,456	1,175,959
Goodwill	642,507	603,691
Other intangible assets, net	103,756	102,123
Deferred charges and other assets	57,090	63,524
Total	803,353	769,338
TOTAL ASSETS	\$3,191,397	\$3,039,009
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current portion of long-term debt	\$1,758	\$16,345
Short-term borrowings	66,047	51,232
Accounts payable	387,318	383,351
Accrued salaries and wages	70,248	94,220
Accrued income and other taxes	11,824	10,307
Total current liabilities	537,195	555,455
Long-term debt, less current portion	775,456	722,211
Deferred taxes	155,696	134,168
Deferred credits and other liabilities	122,087	125,974
Total liabilities	1,590,434	1,537,808
Minority interest	38,926	29,185
Stockholders' equity:		
Common stock issued (116,941,126 and 116,114,347 shares)	11,694	11,611
Capital in excess of par value	327,387	317,177
Retained income	1,523,659	1,431,747
Other comprehensive income (loss)	170,867	29,098
Treasury common stock (16,422,771 and 11,272,771 shares)	(471,570)	(317,617)
Total stockholders' equity	1,562,037	1,472,016
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$3,191,397	\$3,039,009

BEMIS COMPANY, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENT OF CASH FLOWS

(in thousands)
(unaudited)

	Twelve Months Ended December 31,	
	2007	2006
<u>Cash flows from operating activities</u>		
Net income	\$181,554	\$176,296
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	158,546	152,375
Minority interest in net income	3,751	3,540
Excess tax benefit from share-based payment arrangements	(5,773)	(926)
Stock award compensation	12,490	11,694
Deferred income taxes	5,699	(7,930)
Income of unconsolidated affiliated company	(933)	(32)
Loss (gain) on sales of property and equipment	(2,055)	896
Non-cash restructuring related activities	2,483	13,145
Changes in working capital, net of effects of acquisitions	172	5,063
Net change in deferred charges and credits	43,443	(5,162)
Net cash provided by operating activities	399,377	348,959
<u>Cash flows from investing activities</u>		
Additions to property and equipment	(178,852)	(158,837)
Business acquisitions and adjustments, net of cash acquired	(97)	(10,800)
Proceeds from sales of property and equipment	7,405	1,373
Proceeds from sale of restructuring related assets	3,639	2,116
Net cash used in investing activities	(167,905)	(166,148)
<u>Cash flows from financing activities</u>		
Repayment of long-term debt	(35,485)	(41,859)
Net borrowing of commercial paper	80,800	(31,254)
Net borrowing of short-term debt	(9,977)	7,364
Cash dividends paid to stockholders	(89,809)	(82,139)
Common stock purchased for the treasury	(153,953)	(17,804)
Excess tax benefit from share-based payment arrangements	5,773	926
Stock incentive programs and related withholdings	(14,745)	51
Net cash provided (used) by financing activities	(217,396)	(164,715)
Effect of exchange rates on cash and cash equivalents	21,173	2,939
Net (decrease) increase in cash and cash equivalents	35,249	21,035
Cash and cash equivalents balance at beginning of year	112,160	91,125
Cash and cash equivalents balance at end of period	\$147,409	\$112,160

BEMIS COMPANY, INC. AND SUBSIDIARIES

RECONCILIATION OF NON-GAAP DATA

(in millions, except per share amounts)

(unaudited)

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2007	2006	2007	2006
Reconciliation of GAAP to Non-GAAP Operating Profit and Operating Profit as a Percentage of Net Sales by Segment				
Flexible Packaging				
Net sales	\$754.8	\$743.3	\$3,001.8	\$3,000.1
Operating profit as reported	83.3	83.6	346.6	335.1
Non-GAAP adjustments: Restructuring and related charges (income)	(1.2)	4.1	(1.5)	29.0
Operating profit as adjusted	\$82.1	\$87.7	\$345.1	\$364.1
Operating profit as a percentage of net sales				
As reported	11.0%	11.2%	11.5%	11.2%
As adjusted	10.9%	11.8%	11.5%	12.1%
Pressure Sensitive Materials				
Net sales	\$157.8	\$157.3	\$647.5	\$639.3
Operating profit as reported	6.7	9.2	40.3	50.1
Non-GAAP adjustments: Restructuring and related charges (income)	0.0	0.0	0.0	1.0
Operating profit as adjusted	\$6.7	\$9.2	\$40.3	\$51.1
Operating profit as a percentage of net sales				
As reported	4.3%	5.8%	6.2%	7.8%
As adjusted	4.3%	5.8%	6.2%	8.0%
Reconciliation of GAAP to Non-GAAP Earnings per Share				
Diluted earnings per share as reported	\$0.421	\$0.389	\$1.744	\$1.651
Non-GAAP adjustments per share, net of taxes: Restructuring and related charges (income)	0.001	0.034	0.000	0.181
Tax benefits on foreign dividends	(0.019)		(0.019)	
Diluted earnings per share as adjusted	\$0.403	\$0.423	\$1.725	\$1.832

BEMIS COMPANY, INC. AND SUBSIDIARIES
OPERATING PROFIT AND PRETAX PROFIT

(in millions)
(unaudited)

	Three Months Ended December 31,		Twelve Months Ended December 31,	
	2007	2006	2007	2006
Flexible packaging operating profit	\$83.3	\$83.6	\$346.6	\$335.1
Pressure sensitive materials operating profit	6.7	9.2	40.3	50.1
General corporate expenses	(12.5)	(15.0)	(46.9)	(46.6)
Interest expense	(12.0)	(11.7)	(50.3)	(49.3)
Minority interest in net income	(0.9)	(1.1)	(3.8)	(3.5)
Income before income taxes	\$64.6	\$65.0	\$285.9	\$285.8