

D&E Communications, Inc.

Reconciliation of Adjusted EBITDA (a non-GAAP measure) to Net Income  
(amounts in dollars per basic weighted average common shares outstanding)

2007

Adjusted EBITDA	\$	4.44
Depreciation & amortization		(2.37)
Goodwill and intangible asset impairments		(0.36)
Equity in net losses of affiliates		(0.00)
Interest expense		(1.04)
Other income/(expense), net		0.57
Income taxes		(0.50)
Dividend on utility preferred stock		(0.00)
Net income	\$	<u>0.74</u>