

PRAXAIR INC. AND SUBSIDIARIES
APPENDIX
NON-GAAP MEASURES
(UNAUDITED)

*The following non-GAAP measures are intended to supplement investors' understanding of the company's financial information by providing measures which investors, financial analysts and management use to help evaluate the company's operating performance. Special items which the company does not believe to be indicative of on-going business trends are excluded from these calculations so that investors can better evaluate and analyze historical and future business trends on a consistent basis. Definitions of these non-GAAP measures may not be comparable to similar definitions used by other companies and are not a substitute for similar GAAP measures. The fourth quarter 2008 diluted EPS guidance adjusted for the impact of the restructuring and other charges helps investors understand underlying performance on a comparable basis.

	Fourth Quarter 2008 Guidance				Full Year 2008 Guidance			
	Low		High		Low		High	
Diluted EPS guidance GAAP	\$	0.58	\$	0.63	\$	3.73	\$	3.78
Pension plan settlement charge*		-		-		0.03		0.03
Restructuring and other charges**		0.37		0.37		0.37		0.37
Adjusted diluted EPS guidance	\$	0.95	\$	1.00	\$	4.13	\$	4.18
Reported 2007 diluted EPS					\$	3.62	\$	3.62
Percentage change from 2007						14%		15%

* A pension settlement charge of \$17 million (\$11 million after-tax or \$0.03 per diluted share) was recorded in the first quarter 2008 related to lump sum benefit payments made from the U.S. supplemental pension plan to a number of recently retired senior managers, including Praxair's former chairman and chief executive officer.

** In the fourth quarter 2008 the company will take restructuring and other charges that will result in a pre-tax charge to earnings of approximately \$175 million (\$115 million after-tax or \$0.37 per diluted share).