

United Stationers Inc. and Subsidiaries
Reconciliation of Non-GAAP Financial Measures

Net Income and Diluted EPS Excluding Charge (Net of Tax)
(in thousands, except per share data)

	For the Three Months Ended			For the Six Months Ended		
	June 30,			June 30,		
	2005	2004	% Growth	2005	2004	% Growth
Net income as reported under GAAP	\$ 20,878	\$ 21,029	-0.7%	\$ 47,870	\$ 44,408	7.8%
Add: Settlement of two preference avoidance lawsuits	1,400	-		1,462	-	
Net income excluding settlement charge	<u>\$ 22,278</u>	<u>\$ 21,029</u>	5.9%	<u>\$ 49,332</u>	<u>\$ 44,408</u>	11.1%
Net income per diluted share under GAAP	\$ 0.62	\$ 0.62	-	\$ 1.41	\$ 1.30	8.5%
Add: Settlement of two preference avoidance lawsuits	0.04	-		0.05	-	
Net income per diluted share excluding settlement charge	<u>\$ 0.66</u>	<u>\$ 0.62</u>	6.5%	<u>\$ 1.46</u>	<u>\$ 1.30</u>	12.3%
Average number of common shares outstanding - diluted	33,883	34,049		33,869	34,250	