

Summary Capitalization of Solutia Inc. as of February 29, 2008

On February 28, 2008, we emerged from chapter 11 proceedings under a plan of reorganization. The following table sets forth information regarding our capital structure as of February 29, 2008:

	<u>Amount Outstanding</u>
Maryville note	\$20 million
Exit financing:	
Revolving Credit Agreement (\$450 million of availability).....	\$190 million
Term loan B.....	\$1,200 million
Unsecured Credit Facility	\$400 million
Equity Capitalization	
Shares of common stock outstanding (500 million authorized)(1)	60,766,560 shares
Shares of preferred stock outstanding (100 million authorized).....	0 shares
Shares of common stock deliverable upon the exercise of options(2).....	3,000,000 shares
Restricted stock units(3).....	176,800 units
Shares of common stock deliverable upon the exercise of warrants(4).....	4,481,250 shares

For a description of our “exit financing” and the terms of the warrants please see our Current Report on Form 8-K filed with the Securities and Exchange Commission (“SEC”) on March 4, 2008 which is available at www.sec.gov. Alternatively, the 8-K is available at www.solutia.com - “Investors” - “Investors Overview” - “SEC Filings”. This summary is qualified by the 8-K including the exhibits thereto.

(1) Common Stock outstanding consists of 59,750,000 shares of Common Stock issued in connection with our Plan of Reorganization and 1,016,560 shares of restricted stock (a third of which will vest on February 28th of 2009, 2010, and 2011 - none are currently vested) issued to directors, executives and managers under the incentive plans.

(2) A third of the options will vest on February 28th of 2009, 2010, and 2011 - none are currently vested. These options have an exercise price of \$17.33.

(3) A third of the restricted stock units will vest on February 28th of 2009, 2010, and 2011 - none are currently vested.

(4) The warrants have an exercise price of \$29.70 per share and expire at 5:00 p.m., New York City time, on February 27, 2013.

We do not intend to update this summary. You are encouraged to read our filings with the SEC available at www.sec.gov and www.solutia.com” - “Investors” - “Investors Overview” - “SEC Filings” for further information about Solutia Inc.