



Annual Meeting of Stockholders

February 27, 2006

Forward-Looking Statements

This presentation contains certain forward-looking information within the meaning of the Private Securities Litigation Reform Act of 1995. The words “believe”, “expect”, “anticipate”, “estimate”, “target”, and similar expressions, among others, identify forward-looking statements. All forward-looking statements are based on information presently available to management. Such forward-looking statements are subject to certain risks and uncertainties that could cause events and the Company’s actual results to differ materially from those expressed or implied. Please see the disclosure regarding forward-looking statements immediately preceding Part I of the Company’s Annual Report on Form 10-K for the fiscal year ended October 31, 2005. The Company assumes no obligation to update any forward-looking statements.

Regulation G

This presentation includes certain non-GAAP financial measures that exclude restructuring and other unusual charges and gains that are volatile from period to period. Management believes the non-GAAP measures provide a better indication of operational performance and a more stable platform on which to compare the historical performance of the Company than the most nearly equivalent GAAP data. All non-GAAP data in the presentation are indicated by footnotes. Tables showing the reconciliation between GAAP and non-GAAP measures are available at the end of this presentation and on the Greif Web site at www.greif.com.

Board of Directors

- Vicki L. Avril
- Charles R. Chandler
- Michael H. Dempsey
- Bruce A. Edwards
- Michael J. Gasser
- Daniel J. Gunsett
- Judith D. Hook
- Patrick J. Norton
- William B. Sparks, Jr.

Auditors

Ernst & Young LLP

- ❑ Julie Kunkel
- ❑ Tom Powers
- ❑ Dave Baumgartner

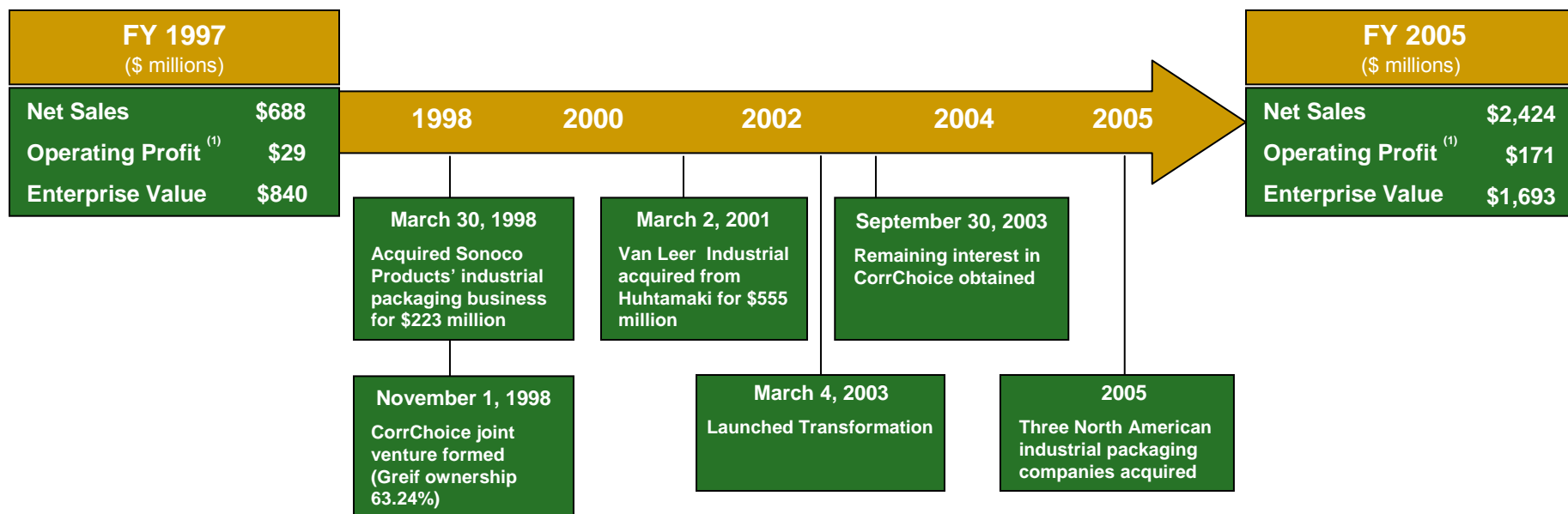
Executive Officers

William B. Sparks, Jr.	President and COO
Donald S. Huml	Executive Vice President and Chief Financial Officer
Ronald L. Brown	Senior Vice President, Global Sourcing and Supply Chain
David B. Fischer	Senior Vice President and Divisional President, Industrial Packaging & Services - Americas
Gary R. Martz	Senior Vice President, General Counsel and Secretary: President, Soterra LLC
Michael C. Patton	Senior Vice President, Paper, Packaging & Services
Michael L. Roane	Senior Vice President, Global Human Resources and Communications
Ivan Signorelli	Senior Vice President, Industrial Packaging & Services - Europe
Kenneth B. André, III	Vice President, Corporate Controller and Chief Information Officer
John K. Dieker	Vice President and Treasurer
Robert A. Young	Vice President, Taxes
Robert S. Zimmerman	Vice President, Corporate Business Development
Sharon R. Maxwell	Assistant Secretary

Management Review of Fiscal 2005



Growth Trajectory

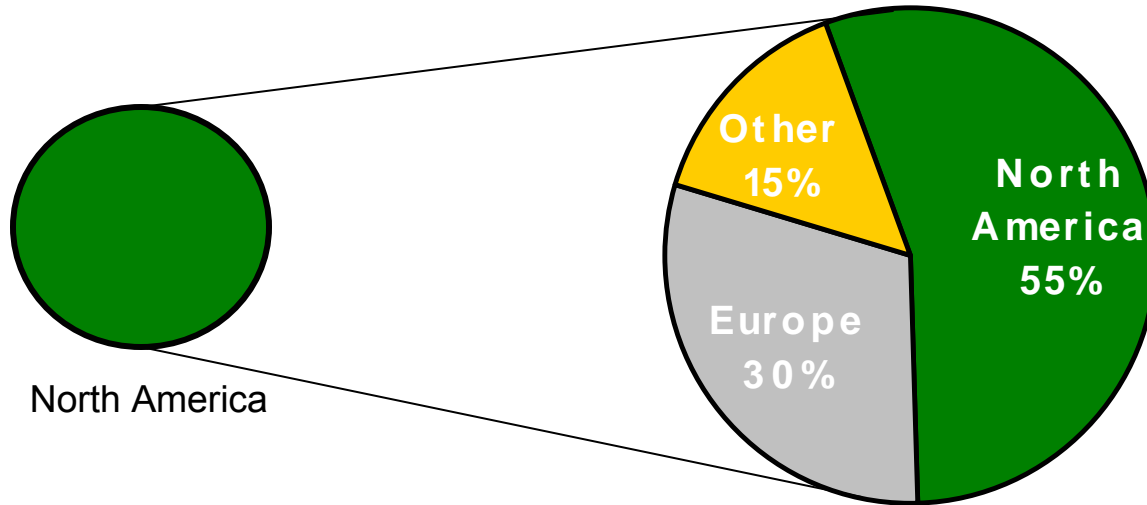


(1) Before special items

Sales by Region

Fiscal 1997
\$688 million

Fiscal 2005
\$2,424 million



Greif Business System



Strong Foundation

Leading market position

- Global leader – industrial packaging
- Leading specialty provider – paper and packaging
- Advantaged timberland assets

Strong heritage

- Integrity
- Customer focus
- People first

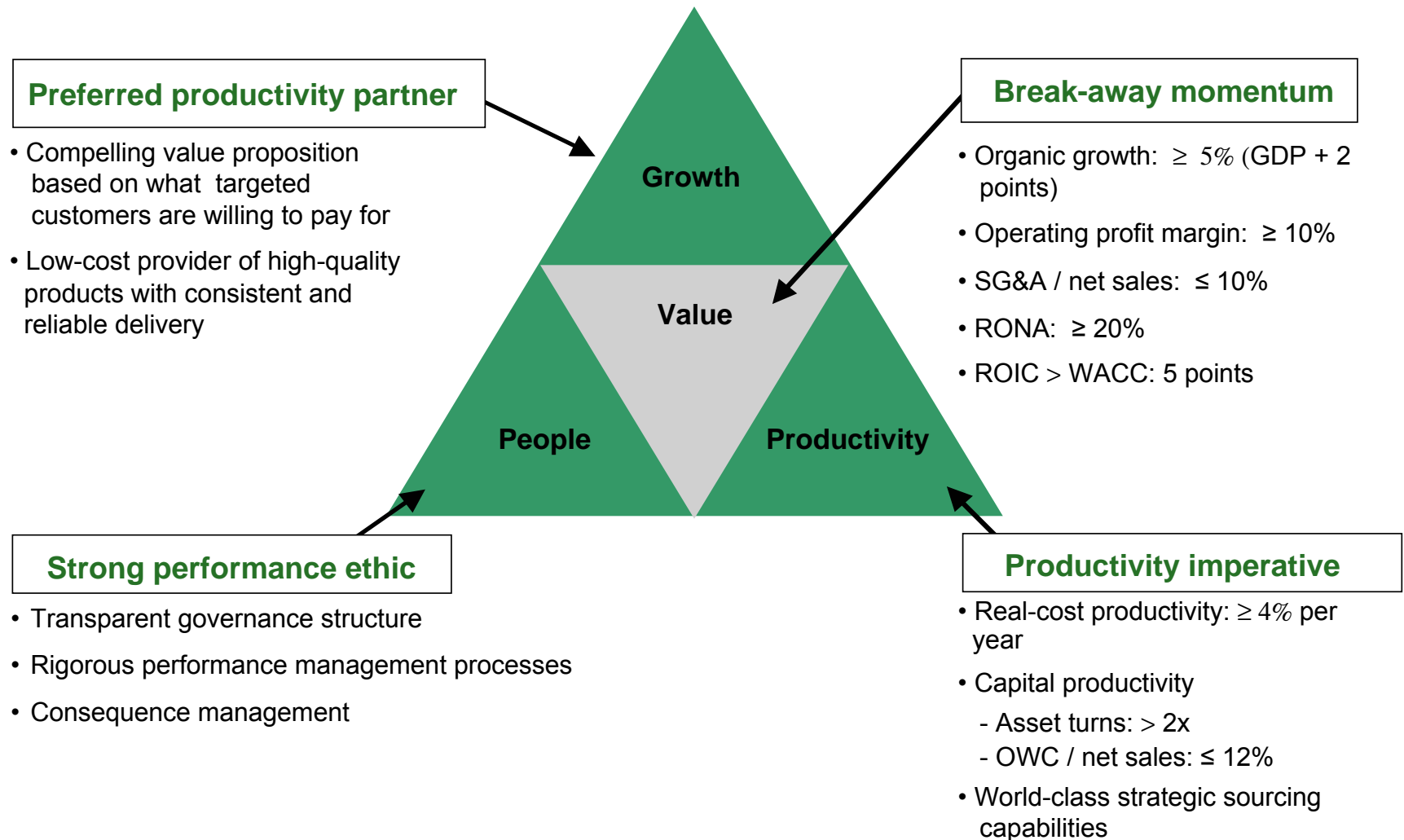
History of bold moves

- In the industry – acquisition of Van Leer and Sonoco’s industrial container businesses and CorrChoice investment
- In the market – value-added packaging provider
- In the company – Greif Business System

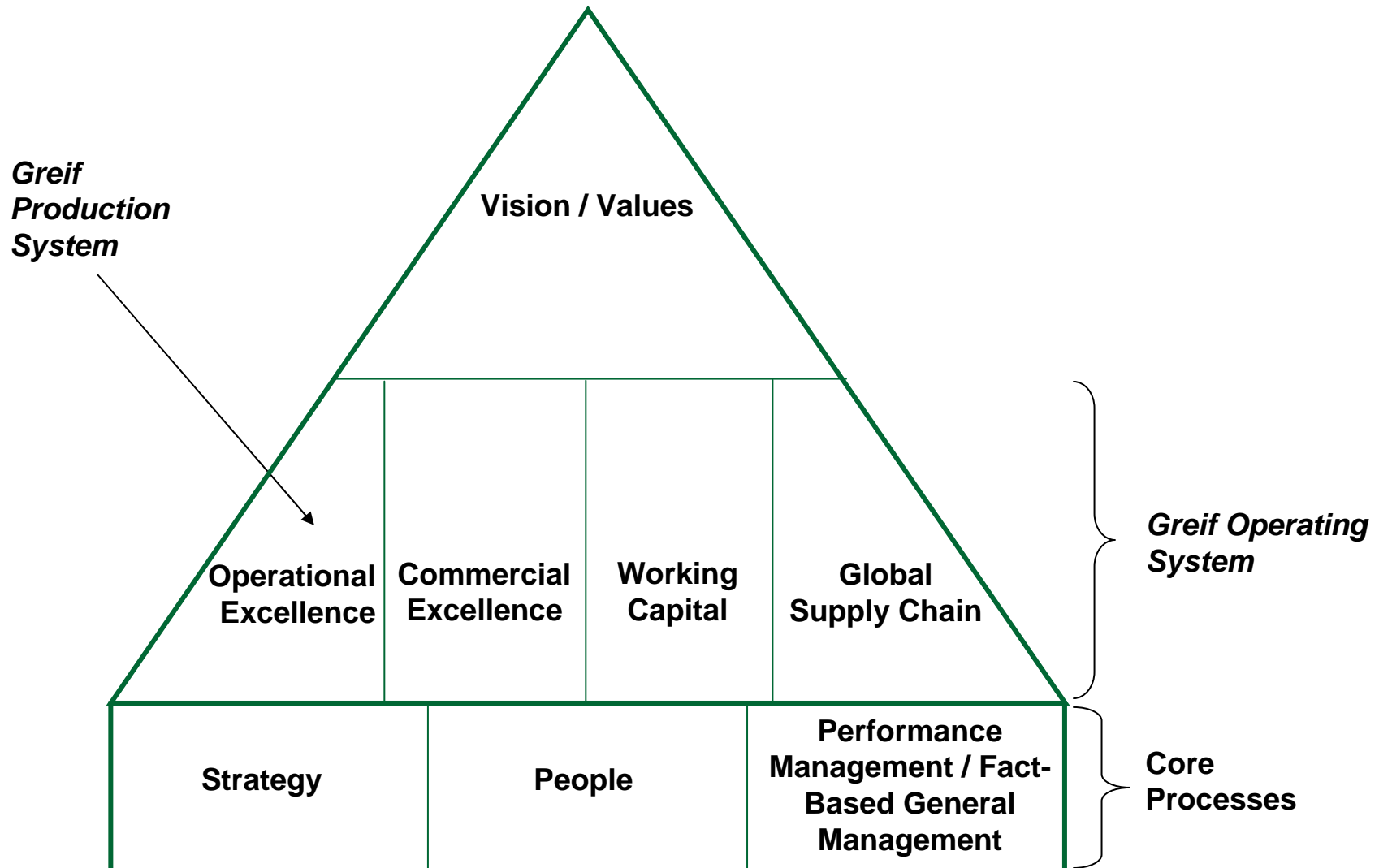
Sources of competitive advantage

- Scale economies
- Uniquely positioned to serve global customers
- Distinctive customer service and respected “industrial brand”
- Differentiated and comprehensive product offerings
- A special culture

Our Aspirations



Greif Business System: The Framework for Achieving Aspirations



Greif's Operating System – Capability Engines

Commercial Excellence

- Regional tactical marketing
- Value selling
- Fact-based account management

Operational Excellence

- Diagnostics and target setting
- Network alignment
- Lean operations and continuous improvement

Working Capital Management

- Dramatic cash flow improvement
- Standardized methodologies and imbedded tools
- Reduced cost with increased service levels

Global Supply Chain

- Leverage global spend
- Supplier relationships and integration
- A total cost of ownership (productivity) analysis

Guiding/Driving Processes

Strategy

- Current focus on optimizing existing business portfolio.

People

- Putting the right people in pivotal roles.
- Identify high potential employees and talent gaps.
- Commitment to talent development and capability building.

Performance Management

- Key Performance Indicators aligned across the enterprise.
- Building automated dashboards to track progress.
- Maintain a rigorous performance management system.

Our Expectations

From		To
Incremental improvement	→	A transformation
Cost-effective	→	Low cost
Market pricing	→	Value pricing
Nice place to work	→	Demanding, but good place to work
Tactical sourcing	→	Strategic supply chain management
Entitlement	→	Performance
Individual, fragmented processes	→	Standardized, uniform processes
The Greif Way	→	The Greif Way

The Greif Way



- Integrity and trust
- Respect for the individual
- Performance ethic
- Meet or exceed customer expectations
- Supplier partnerships
- Seek continuous improvement
- Focus on core businesses
- Create shareholder value

Financial Review



Greif Financial Profile

(Dollars in millions)

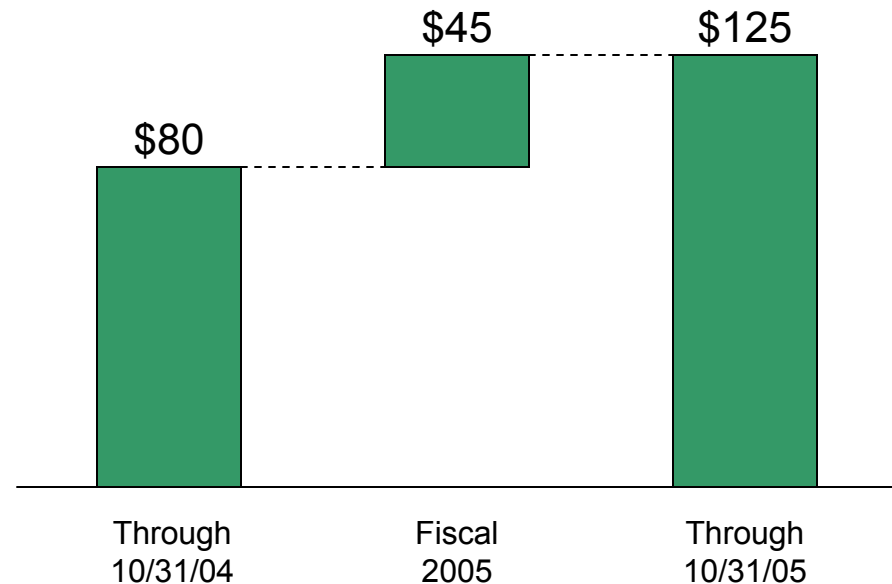
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Net Sales	\$1,633	\$1,916	\$2,209	\$2,424
Operating Profit⁽¹⁾	\$ 92	\$ 121	\$ 155	\$ 171
Net Income⁽¹⁾	\$ 32	\$ 43	\$ 83	\$ 96
Free Cash Flow	\$ 112	\$ 52	\$ 180	\$ 180
RONA⁽¹⁾	7.3%	9.8%	12.9%	15.0%

⁽¹⁾ See GAAP to Non-GAAP reconciliation in Appendix of this presentation.

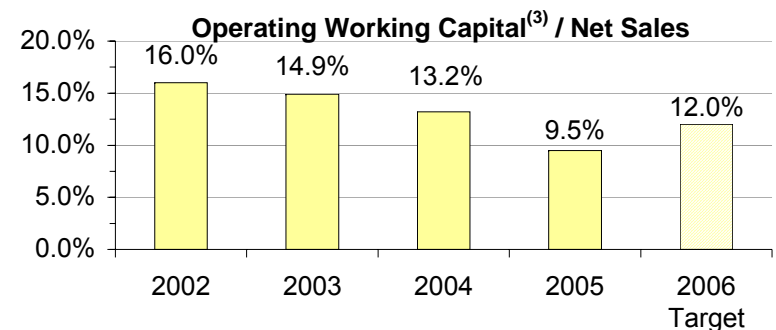
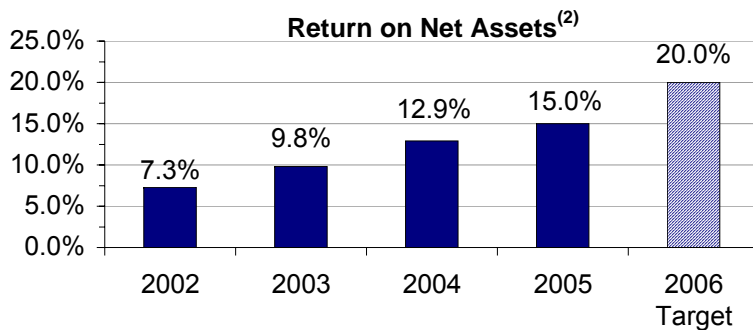
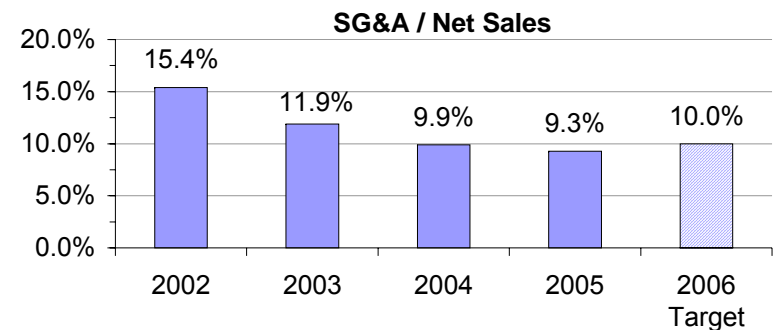
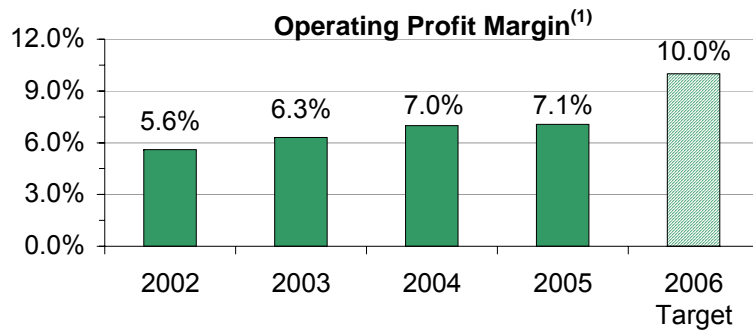
Transformation Savings

(Dollars in millions)

<u>Initiatives</u>
SG&A Optimization
Operational Excellence
Commercial Excellence
Working Capital
Global Sourcing/Supply Chain
Talent Management



Financial Performance Goals



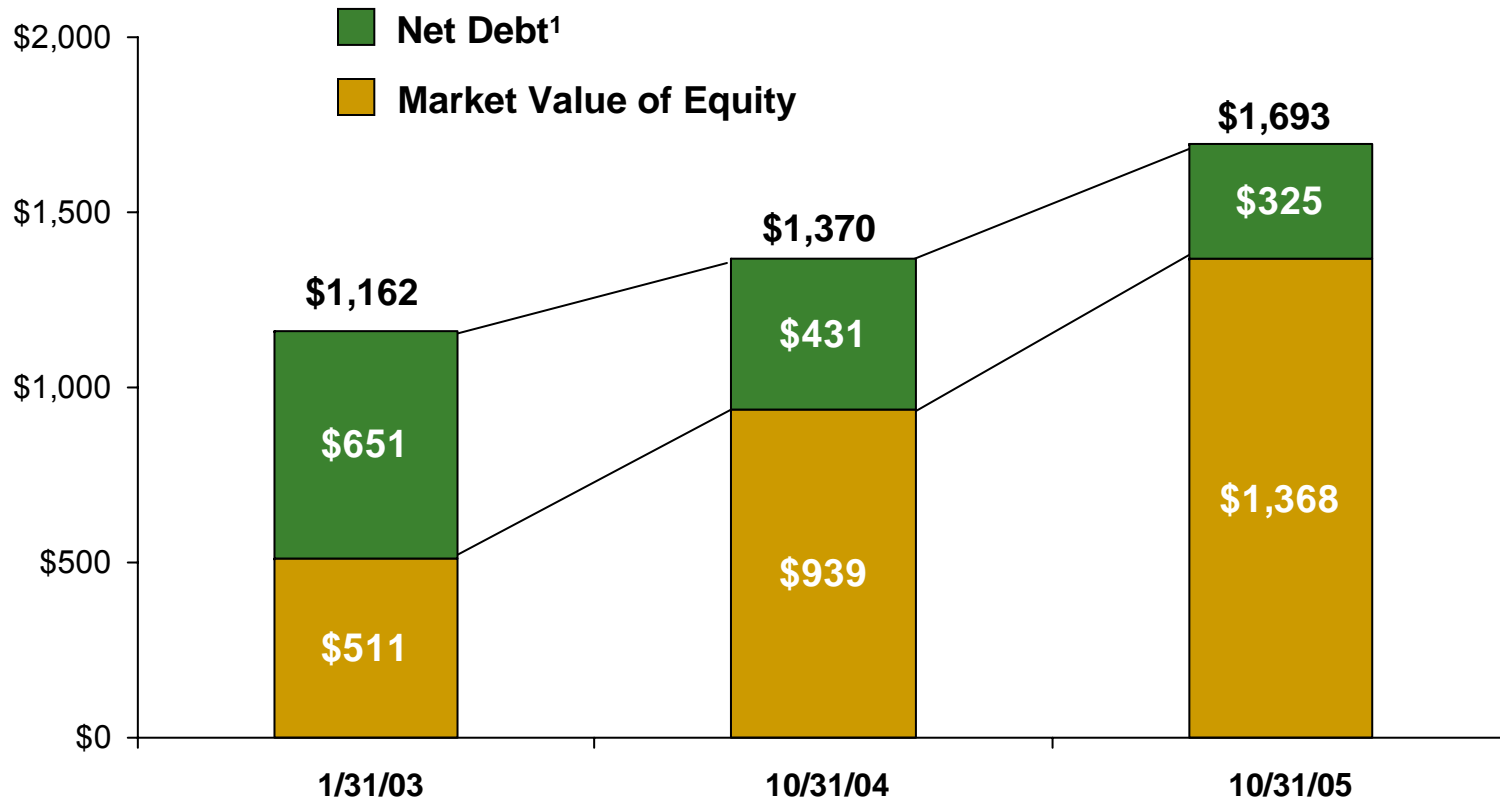
(1) Operating profit margin equals operating profit, before restructuring charges and timberland gains, divided by net sales. See GAAP presentations and reconciliations included elsewhere in this presentation.

(2) Return on net assets equals operating profit, before restructuring charges and timberland gains, divided by short-term borrowings plus current portion of long-term debt plus long-term debt plus shareholders' equity. Amounts included in net assets are based on balances as of the beginning of the fiscal year and end of each fiscal quarter for the years presented, averaged for the five points of measurement. See GAAP presentations and reconciliations included elsewhere in this presentation.

(3) Operating working capital equals trade accounts receivable, less allowances, plus inventories less accounts payable. Operating working capital amounts are based on balances as of the beginning of the fiscal year and end of each fiscal quarter for the years presented, averaged for the five points of measurement.

Enterprise Value

(Dollars in millions)

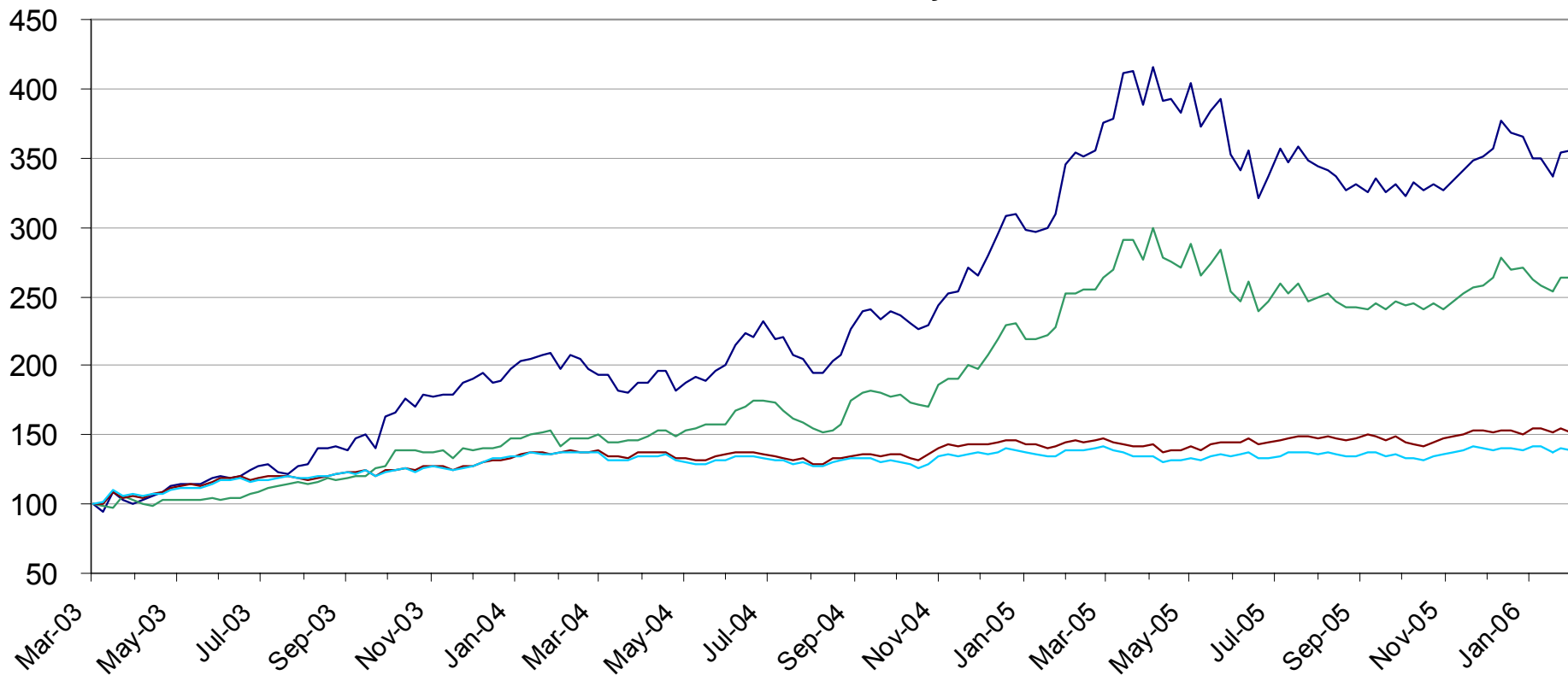


Enterprise value is up dramatically due to an \$857 million increase in market value of equity, partially offset by significant debt reduction.

¹Net Debt is long-term debt plus short-term borrowings less cash and cash equivalents. See GAAP presentations and reconciliations included elsewhere in this presentation.

GEF and GEF.B vs. Market Indices

March 3, 2003 – February 6, 2006



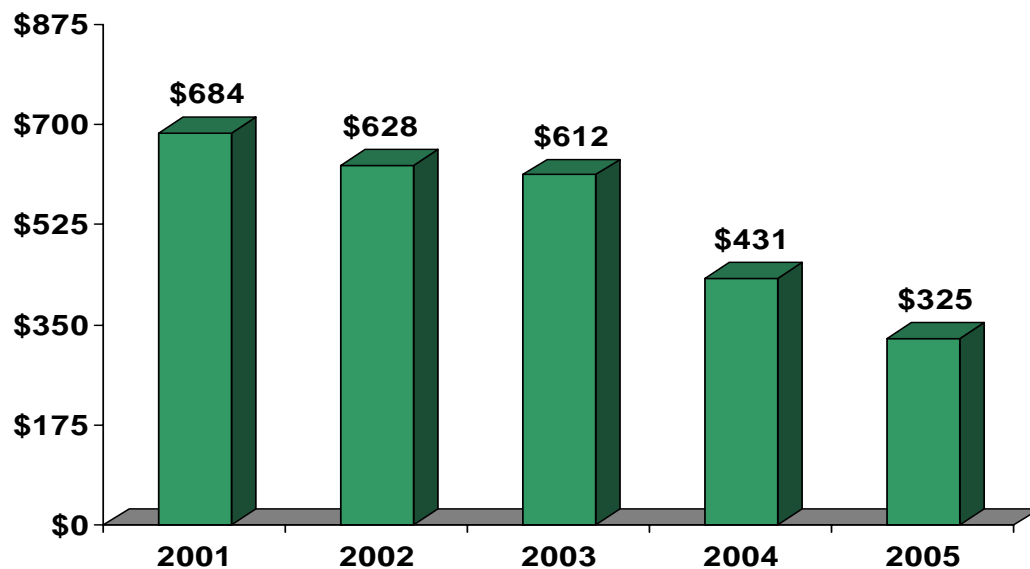
	<u>GEF</u>	<u>GEF.B</u>	<u>S&P 500</u>	<u>DJIA</u>
%Change	253%	161%	53%	39%

Established History of Cash Dividends

- Over 70 consecutive years of cash dividends paid.
- Annual cash dividends paid have increased in 7 of last 10 years.
- 50% increase in quarterly cash dividends announced on June 1, 2005.

Commitment to Net Debt¹ Reduction

(Dollars in millions)



Net Debt/ Net Capitalization	
2001	53.9%
2002	52.4%
2003	51.7%
2004	40.7%
2005	30.8%

- Approximately \$800 million total debt outstanding following March 2001 acquisition.

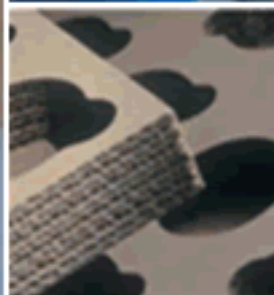
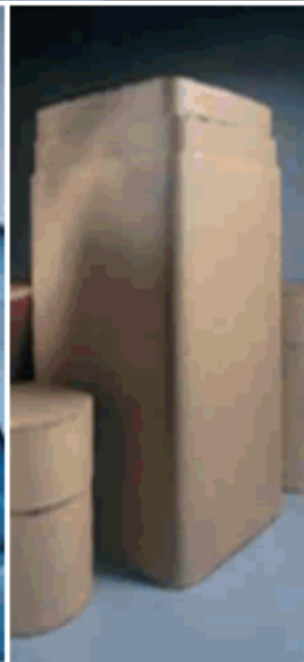
¹Net Debt is long-term debt plus short-term borrowings less cash and cash equivalents. See GAAP presentations and reconciliations included elsewhere in this presentation.

Greif Business System: Catalyst for Unlocking Value

- Leading global market position in industrial packaging
- Comprehensive product portfolio and geographic diversification
- Fully-integrated network and value-added niche positions in paper and packaging
- Significantly undervalued timber assets
- Increased financial flexibility
- Improving industry and company fundamentals



Appendix



GAAP to Non-GAAP Reconciliation

Operating Profit Margin

(Dollars in millions)

	2005	2004	2003	2002	1997
Operating Profit	\$ 191.9	\$ 108.7	\$ 65.4	\$ 101.2	\$ 29.8
Restructuring charges	35.7	54.1	60.7	2.8	-
Timberland gains	(56.3)	(7.5)	(5.6)	(12.1)	(0.8)
Operating profit before the impact of restructuring charges and timberland gains	\$ 171.4	\$ 155.3	\$ 120.5	\$ 91.9	\$ 29.0
Net sales	\$ 2,424.3	\$ 2,209.3	\$ 1,916.4	\$ 1,632.8	\$ 688.0
Operating profit margin (operating profit divided by net sales)	7.9%	4.9%	3.4%	6.2%	4.3%
Non-GAAP operating profit margin (operating profit before the impact of restructuring charges and timberland gains divided by net sales)	7.1%	7.0%	6.3%	5.6%	4.2%

GAAP to Non-GAAP Reconciliation

Return on Net Assets

(Dollars in millions)

	2005	2004	2003	2002
Operating profit	\$ 191.9	\$ 108.7	\$ 65.4	\$ 101.2
Restructuring charges	35.7	54.1	60.7	2.8
Timberland gains	(56.3)	(7.5)	(5.6)	(12.1)
Operating profit before the impact of restructuring charges and timberland gains	\$ 171.4	\$ 155.3	\$ 120.5	\$ 91.9
Average short-term borrowings ⁽¹⁾	\$ 17.8	\$ 16.6	\$ 21.5	\$ 19.3
Average current portion of long-term debt ⁽¹⁾	-	1.2	3.0	30.0
Average long-term debt ⁽¹⁾	446.8	592.8	634.3	627.8
Average shareholders' equity ⁽¹⁾	677.9	590.0	566.9	583.7
Average net assets	\$ 1,142.6	\$ 1,200.6	\$ 1,225.7	\$ 1,260.7
Return on net assets (operating profit divided by average net assets)	16.8%	9.1%	5.3%	8.0%
Non-GAAP return on net assets (operating profit before the impact of restructuring charges and timberland gains divided by average net assets)	15.0%	12.9%	9.8%	7.3%

(1) Amounts used in the calculation of this graph are based on the balances as of the beginning of the fiscal year and end of each fiscal quarter for the years presented, averaged for the five points of measurement.

GAAP to Non-GAAP Reconciliation

Net Income

(Dollars in millions)

	2005	2004	2003	2002
GAAP - net income	\$ 104.7	\$ 47.8	\$ 9.5	\$ 31.0
Restructuring charges, net of tax	25.7	40.9	42.0	1.8
Debt extinguishment charge, net of tax	2.0	-	-	6.6
Timberland gains, net of tax	(36.2)	(5.7)	(3.9)	(7.8)
Cumulative effect of change in accounting principle	-	-	(4.8)	-
Non-GAAP - net income before the impact of restructuring charges, debt extinguishment charge, timberland gains and cumulative effect of change in accounting principle	\$ 96.1	\$ 83.0	\$ 42.8	\$ 31.6

GAAP to Non-GAAP Reconciliation of Net Debt

UNAUDITED
(Dollars in millions)

	10/31/05	10/31/04	10/31/03	10/31/02	10/31/01
GAAP - long-term debt	\$ 430.0	\$ 457.0	\$ 643.0	\$ 630.0	\$ 654.0
Current portion of long-term debt	-	-	3.0	3.0	43.0
Short-term borrowings	17.0	12.0	16.0	20.0	17.0
Cash and cash equivalents	(122.0)	(38.0)	(50.0)	(25.0)	(30.0)
Net debt	325.0	431.0	612.0	628.0	684.0
Shareholders' equity	731.0	629.0	573.0	569.0	586.0
Net capitalization	\$ 1,056.0	\$ 1,060.0	\$ 1,185.0	\$ 1,197.0	\$ 1,270.0
Net debt to net capitalization	30.8%	40.7%	51.7%	52.4%	53.9%