



Stoneridge, Inc.
Use of Non-GAAP Financial Information

In addition to the results reported in accordance with accounting principles generally accepted in the United States (“GAAP”) throughout the live internet broadcast of Stoneridge’s conference call regarding 2004 third-quarter results on Thursday, October 21, 2004, the Company has provided information regarding certain non-GAAP financial measures.

Set forth, as required by Regulation G, are reconciliations of these non-GAAP financial measures to the most directly comparable financial measures calculated and presented in accordance with GAAP.

(in thousands)

	Three Months Ended September 30,	
	2004	2003
<u>Earnings before interest, other income, taxes, depreciation and amortization</u>		
Net income	\$ 3,921	\$ 3,101
Interest expense, net	6,031	6,805
Other income, net	(358)	(187)
Provision for income taxes	979	1,378
Depreciation and amortization	6,557	6,338
Earnings before interest, other income, taxes, depreciation and amortization	<u>\$ 17,130</u>	<u>\$ 17,435</u>

	Three Months Ended September 30,	
	2004	2003
<u>Operating cash flow, net of fixed asset additions</u>		
Operating cash flow	\$ 8,215	\$ 20,653
Less: Capital expenditures	(6,680)	(4,209)
Operating cash flow, net of fixed asset additions	<u>\$ 1,535</u>	<u>\$ 16,444</u>