



**Stoneridge, Inc.**  
**Use of Non-GAAP Financial Information**

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In addition to the results reported in accordance with U.S. generally accepted accounting principles (“GAAP”) throughout the live Internet broadcast of Stoneridge’s conference call regarding third quarter 2006 results on Friday, October 27, 2006, 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)	
	<b>For the Thirteen Weeks Ended</b>	
	<b>September 30,</b>	<b>October 1,</b>
	<b>2006</b>	<b>2005</b>
<b><u>Earnings before interest, other income, taxes, depreciation and amortization</u></b>		
Net income (loss).....	\$ 4,406	\$ (3,292)
Interest expense, net.....	5,710	5,936
Equity in earnings of investees.....	(1,838)	(1,397)
Other income, net.....	(55)	(108)
Provision (benefit) for income taxes.....	866	(1,424)
Depreciation and amortization.....	6,584	6,311
Earnings before interest, other income, taxes, depreciation and amortization.....	<u>\$ 15,673</u>	<u>\$ 6,026</u>
<b><u>Operating cash flow, net of fixed asset additions</u></b>		
Operating cash flow.....	\$ 10,395	\$ 10,567
Less: Capital additions.....	(6,644)	(8,569)
Operating cash flow, net of fixed asset additions.....	<u>\$ 3,751</u>	<u>\$ 1,998</u>