



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

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 fourth quarter 2006 results on Wednesday January 31, 2007, 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) For the Thirteen Weeks Ended December 31,		(in thousands) For the Fiscal Year Ended Ended December 31,	
	2006	2005	2006	2005
<b><u>Earnings before interest, other income, taxes, depreciation and amortization</u></b>				
Net income (loss).....	\$ 1,450	\$ (2,958)	\$ 14,513	\$ 933
Interest expense, net.....	4,282	5,899	21,744	23,872
Equity in earnings of investees.....	(2,321)	(849)	(7,125)	(4,052)
Other (income) loss, net.....	(892)	(53)	805	(953)
Provision (benefit) for income taxes.....	269	(180)	5,126	3,503
Depreciation and amortization.....	6,852	6,621	26,180	26,157
Earnings before interest, other income, taxes, depreciation and amortization.....	<u>\$ 9,640</u>	<u>\$ 8,480</u>	<u>\$ 61,243</u>	<u>\$ 49,460</u>
<b><u>Operating cash flow, net of fixed asset additions</u></b>				
Operating cash flow.....	\$ 23,930	\$ 3,540	\$ 46,540	\$ 19,061
Less: Capital additions.....	(6,101)	(8,000)	(25,895)	(28,934)
Operating cash flow, net of fixed asset additions.....	<u>\$ 17,829</u>	<u>\$ (4,460)</u>	<u>\$ 20,645</u>	<u>\$ (9,873)</u>