



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 2007 results on Thursday January 31, 2008, 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 the following table (in thousands).

	For the Quarter Ended December 31,		For the Fiscal Year Ended December 31,	
	2007 (Unaudited)	2006 (Unaudited)	2007 (Unaudited)	2006 (Audited)
<u>Earnings before interest, other income, taxes, depreciation and amortization</u>				
Net income.....	\$ 6,481	\$ 1,450	\$ 16,671	\$ 14,513
Interest expense, net.....	5,189	4,282	21,759	21,744
Equity in earnings of investees.....	(2,969)	(2,321)	(10,893)	(7,125)
Other (income) loss, net.....	(76)	(892)	709	805
Provision for income taxes.....	4,319	269	6,553	5,126
Depreciation and amortization.....	6,573	6,852	28,502	26,180
Earnings before interest, other income, taxes, depreciation and amortization.....	<u>\$ 19,517</u>	<u>\$ 9,640</u>	<u>\$ 63,301</u>	<u>\$ 61,243</u>
<u>Operating cash flow, net of fixed asset additions</u>				
Operating cash flow.....	\$ 25,616	\$ 23,930	\$ 33,525	\$ 46,540
Less: Capital additions.....	<u>(3,883)</u>	<u>(6,101)</u>	<u>(18,141)</u>	<u>(25,895)</u>
Operating cash flow, net of fixed asset additions.....	<u>\$ 21,733</u>	<u>\$ 17,829</u>	<u>\$ 15,384</u>	<u>\$ 20,645</u>