



**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 second quarter 2008 results on Thursday, July 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 thousands, except per share data, unaudited)			
	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2008	2007	2008	2007
<b><u>Earnings before interest, other income, taxes, depreciation and amortization</u></b>				
Net income.....	\$ 4,684	\$ 2,695	\$ 11,231	\$ 7,565
Interest expense, net.....	4,880	5,619	10,252	11,103
Equity in earnings of investees.....	(3,016)	(2,298)	(6,835)	(4,418)
Other expense, net.....	147	224	1,048	512
Provision for income taxes.....	4,062	666	9,174	1,853
Depreciation and amortization.....	7,079	7,400	14,418	14,620
Earnings before interest, other income, taxes, depreciation and amortization.....	<u>\$ 17,836</u>	<u>\$ 14,306</u>	<u>\$ 39,288</u>	<u>\$ 31,235</u>
<b><u>Operating cash flow, net of fixed asset additions</u></b>				
Operating cash flow.....	\$ 3,951	\$ 9,075	\$ 12,574	\$ 4,019
Less: Capital additions.....	(6,128)	(4,007)	(11,641)	(10,814)
Operating cash flow, net of fixed asset additions.....	<u>\$ (2,177)</u>	<u>\$ 5,068</u>	<u>\$ 933</u>	<u>\$ (6,795)</u>
<b><u>Adjusted net income per share before restructuring related expenses</u></b>				
Net income.....	\$ 4,684	\$ 2,695	\$ 11,231	\$ 7,565
Total restructuring related expenses, net of tax benefits.....	2,952	20	5,110	47
Adjusted net income before restructuring related expenses.....	<u>\$ 7,636</u>	<u>\$ 2,715</u>	<u>\$ 16,341</u>	<u>\$ 7,612</u>
Diluted adjusted net income per share before restructuring related expenses.....	<u>\$ 0.32</u>	<u>\$ 0.11</u>	<u>\$ 0.69</u>	<u>\$ 0.32</u>
Diluted weighted average shares outstanding.....	<u>23,690</u>	<u>23,702</u>	<u>23,722</u>	<u>23,603</u>