



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 2009 results on Friday, July 31, 2009, 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		For the Six Months Ended	
	June 30,		June 30,	
	2009	2008	2009	2008
<u>Earnings before interest, other income, taxes, depreciation and amortization</u>				
Net income (loss).....	\$ (19,764)	\$ 4,684	\$ (31,344)	\$ 11,231
Interest expense, net.....	5,538	4,880	11,035	10,252
Equity in earnings of investees.....	(903)	(3,016)	(1,478)	(6,835)
Other expense, net.....	639	147	645	1,048
Provision (benefit) for income taxes.....	197	4,062	(1,911)	9,174
Depreciation and amortization ^(A)	5,207	7,079	10,267	14,418
Earnings before interest, other income, taxes, depreciation and amortization.....	<u>\$ (9,086)</u>	<u>\$ 17,836</u>	<u>\$ (12,786)</u>	<u>\$ 39,288</u>
<u>Operating cash flow, net of fixed asset additions</u>				
Operating cash flow.....	\$ (3,798)	\$ 3,951	\$ (2,600)	\$ 12,574
Less: Capital additions.....	(2,798)	(6,128)	(6,743)	(11,641)
Operating cash flow, net of fixed asset additions.....	<u>\$ (6,596)</u>	<u>\$ (2,177)</u>	<u>\$ (9,343)</u>	<u>\$ 933</u>
<u>Adjusted net income (loss) per share before restructuring related expenses</u>				
Net income (loss).....	\$ (19,764)	\$ 4,684	\$ (31,344)	\$ 11,231
Total restructuring related expenses, net of tax benefits ^(B)	1,100	2,952	2,409	5,110
Adjusted net income (loss) before restructuring related expenses.....	<u>\$ (18,664)</u>	<u>\$ 7,636</u>	<u>\$ (28,935)</u>	<u>\$ 16,341</u>
Diluted adjusted net income (loss) per share before restructuring related expenses.....	<u>\$ (0.79)</u>	<u>\$ 0.32</u>	<u>\$ (1.23)</u>	<u>\$ 0.69</u>
Diluted weighted average shares outstanding.....	<u>23,516</u>	<u>23,690</u>	<u>23,490</u>	<u>23,722</u>

^(A) These amounts represent depreciation and amortization on fixed and certain intangible assets.

^(B) Statutory tax rates were used for all U.S. and Swedish restructuring initiatives. No tax benefit was recognized for U.K. restructuring initiatives.