



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 2009 results on Tuesday, February 16, 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 December 31,		For the Fiscal Year Ended December 31,	
	2009	2008	2009	2008
<u>Earnings before interest, equity earnings, other expense (income), taxes, depreciation and amortization</u>				
Net loss.....	\$ (218)	\$ (108,394)	\$ (32,405)	\$ (97,527)
Interest expense, net.....	5,371	5,274	21,965	20,575
Equity in earnings of investees.....	(2,911)	(2,284)	(7,775)	(13,490)
Other expense (income), net.....	446	(395)	893	419
Provision (benefit) for income taxes.....	(594)	36,723	(1,003)	46,752
Depreciation and amortization ^(A)	4,984	5,541	15,225	26,399
Earnings before interest, equity earnings, other expense (income), taxes, depreciation and amortization.....	\$ 7,078	\$ (63,535)	\$ (3,100)	\$ (16,872)
<u>Operating cash flow, net of fixed asset additions</u>				
Operating cash flow.....	\$ 16,402	\$ 11,788	\$ 13,824	\$ 42,456
Less: Capital additions.....	(3,219)	(6,617)	(11,998)	(24,573)
Operating cash flow, net of fixed asset additions.....	\$ 13,183	\$ 5,171	\$ 1,826	\$ 17,883
<u>Adjusted net income (loss) per share before restructuring related expenses</u>				
Net loss.....	\$ (218)	\$ (108,394)	\$ (32,405)	\$ (97,527)
Total restructuring related expenses, net of tax benefits ^(B)	245	3,246	2,614	12,146
Adjusted net income (loss) before restructuring related expenses.....	\$ 27	\$ (105,148)	\$ (29,791)	\$ (85,381)
Diluted adjusted net income (loss) per share before restructuring related expenses.....	\$ 0.00	\$ (4.49)	\$ (1.26)	\$ (3.65)
Diluted weighted average shares outstanding.....	23,764	23,407	23,626	23,367

^(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.