

A. H. Belo Corporation
Condensed Consolidated Statements of Operations

<i>In thousands, except share and per share amounts (unaudited)</i>	<i>Three Months Ended March 31,</i>	
	<i>2013</i>	<i>2012</i>
Net Operating Revenue		
Advertising and marketing services	57,734	60,077
Circulation	32,144	34,655
Printing and distribution	9,394	10,102
Total net operating revenue	99,272	104,834
Operating Costs and Expense		
Salaries, wages and employee benefits	45,037	46,005
Other production, distribution and operating costs	41,081	40,696
Newsprint, ink and other supplies	13,914	13,972
Depreciation	5,722	7,113
Amortization	1,340	1,310
Total operating costs and expense	107,094	109,096
Net loss from operations	(7,822)	(4,262)
Other Income (Expense), Net		
Other income, net	576	907
Interest expense	(411)	(136)
Total other income (expense), net	165	771
Loss Before Income Taxes	(7,657)	(3,491)
Income tax expense	419	402
Net Loss	(8,076)	(3,893)
Net loss attributable to noncontrolling interests	(54)	—
Net Loss Attributable to A. H. Belo Corporation	(8,022)	(3,893)
Per Share Basis		
Net loss attributable to A. H. Belo Corporation		
Basic and Diluted	\$ (0.37)	\$ (0.18)
Weighted average shares outstanding		
Basic and Diluted	22,033	21,688

A. H. Belo Corporation
Condensed Consolidated Balance Sheets

<i>In thousands (unaudited)</i>	<u>March 31,</u> <u>2013</u>	<u>December 31,</u> <u>2012</u>
Assets		
Current assets:		
Cash and cash equivalents	\$ 31,862	\$ 34,094
Accounts receivable, net	40,079	46,964
Other current assets	19,423	18,079
Total current assets	<u>91,364</u>	<u>99,137</u>
Property, plant and equipment, net	140,322	144,609
Intangible assets, net	35,315	36,293
Other assets	11,750	11,900
Total assets	<u>\$ 278,751</u>	<u>\$ 291,939</u>
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$ 14,055	\$ 15,178
Accrued expenses	23,040	26,012
Advance subscription payments	21,617	20,708
Total current liabilities	<u>58,712</u>	<u>61,898</u>
Long-term pension liabilities	121,534	122,821
Other liabilities	5,414	5,160
Total shareholders' equity	<u>93,091</u>	<u>102,060</u>
Total liabilities and shareholders' equity	<u>\$ 278,751</u>	<u>\$ 291,939</u>

A. H. Belo Corporation
Reconciliation of Net Loss to EBITDA and Adjusted EBITDA

<i>In thousands (unaudited)</i>	<i>Three Months Ended March 31,</i>	
	<i>2013</i>	<i>2012</i>
Net loss attributable to A. H. Belo Corporation	\$ (8,022)	\$ (3,893)
Depreciation and amortization	7,062	8,423
Interest expense	411	136
Income tax expense	419	402
EBITDA	<u>(130)</u>	<u>5,068</u>
Addback:		
Pension expense	624	1,036
Adjusted EBITDA	<u>\$ 494</u>	<u>\$ 6,104</u>

EBITDA is calculated by adding depreciation and amortization, interest expense and income tax expense recorded to net income (loss). Adjusted EBITDA is calculated by adding pension expense, non-cash impairment expense and net investment-related losses recorded to EBITDA.

Neither EBITDA nor Adjusted EBITDA is a measure of financial performance under generally accepted accounting principles (“GAAP”). Management uses EBITDA, Adjusted EBITDA and similar measures in internal analyses as a supplemental measure of the Company’s financial performance and to assist with determining bonus achievement, performance comparisons against its peer group of companies, as well as capital spending and other investing decisions. EBITDA or similar measures are also common alternative measures of performance used by investors, financial analysts and rating agencies to evaluate financial performance. Neither EBITDA nor Adjusted EBITDA should be considered in isolation or as a substitute for cash flows provided by operating activities or other income or cash flow data prepared in accordance with GAAP, and these non-GAAP measures may not be comparable to similarly-titled measures of other companies.