

**A. H. Belo Corporation**  
**Condensed Consolidated Statements of Operations**

	<i>Three Months Ended March 31,</i>	
<i>In thousands, except share and per share amounts (unaudited)</i>	<b>2015</b>	<b>2014</b>
<b>Net Operating Revenue</b>		
Advertising and marketing services	\$ 36,831	\$ 37,726
Circulation	21,038	21,012
Printing, distribution and other	7,567	5,654
Total net operating revenue	<u>65,436</u>	<u>64,392</u>
<b>Operating Costs and Expense</b>		
Employee compensation and benefits	27,503	28,164
Other production, distribution and operating costs	31,460	28,444
Newsprint, ink and other supplies	8,166	7,988
Depreciation	3,040	3,410
Amortization	373	30
Total operating costs and expense	<u>70,542</u>	<u>68,036</u>
Operating loss	(5,106)	(3,644)
<b>Other Income (Expense), Net</b>		
Losses on equity method investments, net	(414)	(408)
Other income, net	109	117
Total other income (expense), net	<u>(305)</u>	<u>(291)</u>
<b>Loss from Continuing Operations Before Income Taxes</b>	(5,411)	(3,935)
Income tax (benefit) provision	(5,730)	891
<b>Income (Loss) from Continuing Operations</b>	<u>319</u>	<u>(4,826)</u>
Income from discontinued operations	—	977
Loss related to the divestiture of discontinued operations, net	(12)	(178)
Tax expense from discontinued operations	—	16
<b>Gain (Loss) from Discontinued Operations, Net</b>	<u>(12)</u>	<u>783</u>
<b>Net Income (Loss)</b>	307	(4,043)
Net loss attributable to noncontrolling interests	(56)	(6)
<b>Net Income (Loss) Attributable to A. H. Belo Corporation</b>	<u>\$ 363</u>	<u>\$ (4,037)</u>
<b>Per Share Basis</b>		
<b>Basic and Diluted</b>		
Continuing operations	\$ 0.02	\$ (0.22)
Discontinued operations	—	0.03
Net income (loss) attributable to A. H. Belo Corporation	<u>\$ 0.02</u>	<u>\$ (0.19)</u>
<b>Weighted average shares outstanding</b>		
Basic	21,770,698	21,918,000
Diluted	21,845,197	21,918,000

**A. H. Belo Corporation**  
**Condensed Consolidated Balance Sheets**

<i>In thousands (unaudited)</i>	<i>March 31,</i> <i>2015</i>	<i>December 31,</i> <i>2014</i>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 81,442	\$ 158,171
Accounts receivable, net	30,911	34,396
Other current assets	15,393	13,323
Assets of discontinued operations	253	565
Total current assets	127,999	206,455
Property, plant and equipment, net	59,816	61,589
Intangible assets, net	46,358	25,238
Other assets	5,856	5,465
Total assets	<u>\$ 240,029</u>	<u>\$ 298,747</u>
<b>Liabilities and Shareholders' Equity</b>		
Current liabilities:		
Accounts payable	\$ 11,723	\$ 12,904
Accrued expenses and other current liabilities	14,219	72,065
Advance subscription payments	16,451	15,894
Liabilities of discontinued operations	150	543
Total current liabilities	42,543	101,406
Long-term pension liabilities	64,391	65,859
Other liabilities	5,032	5,463
Noncontrolling interests - redeemable	1,263	—
Total shareholders' equity	126,800	126,019
Total liabilities and shareholders' equity	<u>\$ 240,029</u>	<u>\$ 298,747</u>

**A. H. Belo Corporation**  
**Reconciliation of Net Income (Loss) to EBITDA and Adjusted EBITDA from Continuing Operations**

<i>In thousands (unaudited)</i>	<i>Three Months Ended March 31,</i>	
	<i>2015</i>	<i>2014</i>
<b>Net Income (Loss) Attributable to A. H. Belo Corporation</b>	\$ 363	\$ (4,037)
Less: Income (Loss) from discontinued operations, net	(12)	783
Plus: Net loss attributable to noncontrolling interests	(56)	(6)
Income (Loss) from continuing operations	319	(4,826)
Depreciation and amortization	3,413	3,440
Income tax provision (benefit)	(5,730)	891
<b>EBITDA from Continuing Operations</b>	<b>(1,998)</b>	<b>(495)</b>
Addback:		
Acquisition costs	725	—
Net investment-related (gains) losses	(81)	934
<b>Adjusted EBITDA from Continuing Operations</b>	<b>\$ (1,354)</b>	<b>\$ 439</b>

The Company evaluates earnings before interest, taxes, depreciation and amortization (“EBITDA”) which is presented for continuing operations by adjusting for discontinued operations and losses attributable to noncontrolling interests. Adjusted EBITDA is calculated by adding back to EBITDA recorded expenses to acquire new businesses, net investment-related gains and losses and non-cash impairment expense, as applicable.

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 supplemental measures of the Company’s financial performance, and for performance comparisons against its peer group of companies. Neither EBITDA nor Adjusted EBITDA should be considered in isolation or as a substitute for net income from continuing operations, cash flows provided by operating activities or other comparable measures prepared in accordance with GAAP. Additionally, these non-GAAP measures may not be comparable to similarly-titled measures of other companies.