

A. H. Belo Corporation
Consolidated Statements of Operations

<i>In thousands, except per share amounts</i>	Three months ended June 30,		Six months ended June 30,	
	2009 <i>(unaudited)</i>	2008 <i>(unaudited)</i>	2009 <i>(unaudited)</i>	2008 <i>(unaudited)</i>
Net operating revenues				
Advertising	\$ 87,492	\$ 125,341	\$ 176,823	\$ 249,764
Circulation	33,266	30,275	64,980	59,380
Other	6,746	7,639	14,195	14,298
Total net operating revenues	<u>127,504</u>	<u>163,255</u>	<u>255,998</u>	<u>323,442</u>
Operating Costs and Expenses				
Salaries, wages and employee benefits	51,720	68,840	114,614	143,105
Other production, distribution and operating costs	50,867	60,948	106,734	121,914
Newsprint, ink and other supplies	16,425	23,738	36,043	46,707
Goodwill impairment	-	-	80,940	-
Asset impairment	1,749	-	1,749	-
Depreciation	9,662	12,211	20,198	24,452
Amortization	1,625	1,625	3,249	3,250
Total operating costs and expenses	<u>132,048</u>	<u>167,362</u>	<u>363,527</u>	<u>339,428</u>
Loss from operations	(4,544)	(4,107)	(107,529)	(15,986)
Other (expense) and income				
Interest expense	(291)	(165)	(591)	(3,231)
Other (expense) income, net	(702)	305	120	1,262
Total other (expense) income	<u>(993)</u>	<u>140</u>	<u>(471)</u>	<u>(1,969)</u>
Earnings				
Loss before income taxes	(5,537)	(3,967)	(108,000)	(17,955)
Income tax expense (benefit)	1,534	(770)	2,139	(6,040)
Net Loss	<u>\$ (7,071)</u>	<u>\$ (3,197)</u>	<u>\$ (110,139)</u>	<u>\$ (11,915)</u>
Net loss per share				
Basic and Diluted	\$ (.34)	\$ (.16)	\$ (5.37)	\$ (.58)
Average shares outstanding				
Basic and Diluted	20,537	20,478	20,521	20,476
Cash dividends declared per share	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 0.250</u>

A. H. Belo Corporation
Condensed Consolidated Balance Sheets

<i>In thousands</i>	June 30, 2009	December 31, 2008
	<i>(unaudited)</i>	
Assets		
Current assets		
Cash and temporary cash investments	\$ 12,205	\$ 9,934
Accounts receivable, net	52,236	77,383
Other current assets	30,165	37,400
Total current assets	<u>94,606</u>	<u>124,717</u>
Property, plant and equipment, net	244,563	263,744
Intangible assets, net	55,259	139,449
Other assets	<u>40,170</u>	<u>29,768</u>
Total assets	<u>\$ 434,598</u>	<u>\$ 557,678</u>
Liabilities and Shareholders' Equity		
Current liabilities		
Current portion of notes payable	\$ 3,540	\$ 10,000
Accounts payable	20,526	32,950
Accrued expenses	39,062	42,834
Other current liabilities	30,142	29,358
Total current liabilities	<u>93,270</u>	<u>115,142</u>
Deferred income taxes	19,093	6,620
Other liabilities	23,003	27,264
Total shareholders' equity	<u>299,232</u>	<u>408,652</u>
Total liabilities and shareholders' equity	<u>\$ 434,598</u>	<u>\$ 557,678</u>

A. H. Belo Corporation
Consolidated EBITDA

<i>In thousands (unaudited)</i>	Three months ended		Six months ended	
	June 30,		June 30,	
	2009	2008	2009	2008
Consolidated EBITDA (1)	\$ 7,790	\$ 10,034	\$ (1,273)	\$ 12,978
Goodwill impairment	-	-	(80,940)	-
Asset impairment	(1,749)	-	(1,749)	-
Depreciation and Amortization	(11,287)	(13,836)	(23,447)	(27,702)
Interest Expense	(291)	(165)	(591)	(3,231)
Income Tax (Expense) Benefit	(1,534)	770	(2,139)	6,040
Net Loss	\$ <u>(7,071)</u>	\$ <u>(3,197)</u>	\$ <u>(110,139)</u>	\$ <u>(11,915)</u>

A. H. Belo Corporation
Newspaper EBITDA

<i>In thousands (unaudited)</i>	Three months ended		Six months ended	
	June 30,		June 30,	
	2009	2008	2009	2008
Newspaper EBITDA (1)	\$ 13,127	\$ 19,305	\$ 10,806	\$ 33,734
Corporate & Non-Operating Company Expenses	(4,635)	(9,576)	(12,199)	(22,018)
Other income, net	(702)	305	120	1,262
Goodwill impairment	-	-	(80,940)	-
Asset impairment	(1,749)	-	(1,749)	-
Depreciation and Amortization	(11,287)	(13,836)	(23,447)	(27,702)
Interest Expense	(291)	(165)	(591)	(3,231)
Income Tax (Expense) Benefit	(1,534)	770	(2,139)	6,040
Net Loss	\$ <u>(7,071)</u>	\$ <u>(3,197)</u>	\$ <u>(110,139)</u>	\$ <u>(11,915)</u>

Note 1: The Company defines Consolidated EBITDA as net earnings before interest expense, income taxes, goodwill impairment, depreciation and amortization and Newspaper EBITDA as net earnings before corporate and non-operating company expenses, other income net, interest expense, income taxes, goodwill impairment, depreciation and amortization. Neither Consolidated EBITDA nor Newspaper EBITDA is a measure of financial performance under accounting principles generally accepted in the United States. Management uses both measures in internal analyses as a supplemental measure of the financial performance of the Company to assist it with determining bonus achievement, performance comparisons against its peer group of companies, as well as capital spending and other investing decisions. They are also common alternative measures of performance used by investors, financial analysts, and rating agencies to evaluate financial performance. Neither Consolidated EBITDA nor Newspaper 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 U.S. GAAP and this non-GAAP measure may not be comparable to similarly titled measures of other companies.