

# Sun-Times News Group Operating Costs Reconciliation to GAAP Financial Measures



## Sun-Times Media Group, Inc. and Subsidiaries Sun-Times News Group Operating Costs Reconciliation (unaudited)

(\$ thousands)

	Three Months Ended <u>March 31, 2008</u>	Three Months Ended <u>March 31, 2007</u>
Total operating costs and expenses	\$106,772	\$ 86,038
Depreciation	\$ 5,100	\$ 5,950
Amortization	\$ 1,089	\$ 2,651
Corporate expenses	\$ 8,457	\$ 15,538
Indemnification, investigation and litigation costs, net of recoveries	\$ 5,476	\$(27,619)
Nonrecurring items:		
Reorganization costs	\$ 1,632	\$ (7)
Other severance expense	\$ (56)	\$ 99
Reduction of reserve for contract disputes	\$ —	\$ (550)
Printing press removal charge	\$ —	\$ 351
Loss on sale of assets	\$ 403	\$ —
Adjustment for capitalized direct response advertising costs	\$ —	\$ (1,900)
<b>STNG Operating Costs</b>	<b><u>\$ 84,671</u></b>	<b><u>\$ 91,525</u></b>

# Ongoing Corporate Costs Reconciliation to GAAP Financial Measures



## Sun-Times Media Group, Inc. and Subsidiaries Ongoing Corporate Costs Reconciliation (unaudited)

(\$ thousands)

	Three Months Ended <u>March 31, 2008</u>	Three Months Ended <u>March 31, 2007</u>
Corporate expenses	\$ 8,457	\$ 15,538
Loss on sale of newspaper operations (included in corporate expenses)	\$ <u>—</u>	\$ <u>4,965</u>
Ongoing Corporate Costs	\$ <u>8,457</u>	\$ <u>10,573</u>

# Sun-Times News Group EBITDA Reconciliation to GAAP Financial Measures



## Sun-Times Media Group, Inc. and Subsidiaries Sun-Times News Group EBITDA Reconciliation (unaudited)

(\$ thousands)

Three Months Ended  
March 31, 2008

Total operating revenue	\$ 81,004
Total cost of sales	\$ 53,001
Sales and marketing	\$ 16,549
Other operating costs	\$ 17,100
Less: Nonrecurring items included in "Other operating costs"	<u>\$ (1,979)</u>
 STNG EBITDA	 <u>\$ (3,667)</u>