

Belo Corp.
Non-GAAP to GAAP Reconciliations

Pro Forma Consolidated EBITDA and Earnings from Operations

In thousands (unaudited)

	Twelve months ended December 31, 2008					Twelve months ended December 31, 2007				
	As Reported	Gain from extinguishment of bonds	Spin-related costs	Non-cash Impairment charge	Pro Forma	As Reported	Gain from extinguishment of bonds	Spin-related costs	Non-cash Impairment charge	Pro Forma
	Consolidated EBITDA ⁽¹⁾	\$ 266,925	\$ (16,407)	\$ 4,659	\$	\$ 255,177	\$ 271,731	\$ -	\$ 9,267	\$
Impairment charge	(464,760)			464,760	-	(22,137)			22,137	-
Depreciation and amortization	(42,893)				(42,893)	(45,246)				(45,246)
Other income (expense), net	(19,846)	16,407			(3,439)	(6,266)	-			(6,266)
Earnings (loss) from operations	<u>\$ (260,574)</u>	<u>\$ -</u>	<u>\$ 4,659</u>	<u>\$ 464,760</u>	<u>\$ 208,845</u>	<u>\$ 198,082</u>	<u>\$ -</u>	<u>\$ 9,267</u>	<u>\$ 22,137</u>	<u>\$ 229,486</u>
	Three months ended December 31, 2008					Three months ended December 31, 2007				
	As Reported	Gain from extinguishment of bonds	Spin-related costs	Non-cash Impairment charge	Pro Forma	As Reported	Gain from extinguishment of bonds	Spin-related costs	Non-cash Impairment charge	Pro Forma
Consolidated EBITDA ⁽¹⁾	\$ 89,521	\$ (16,407)	\$ -	\$	\$ 73,114	\$ 77,602	\$ -	\$ 6,462	\$	\$ 84,064
Impairment charge	(464,760)			464,760	-	(22,137)			22,137	-
Depreciation and amortization	(10,660)				(10,660)	(10,966)				(10,966)
Other income (expense), net	(18,230)	16,407			(1,823)	328	-			328
Earnings (loss) from operations	<u>\$ (404,129)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 464,760</u>	<u>\$ 60,631</u>	<u>\$ 44,827</u>	<u>\$ -</u>	<u>\$ 6,462</u>	<u>\$ 22,137</u>	<u>\$ 73,426</u>

Note 1: The Company defines Consolidated EBITDA as net earnings before interest expense, income taxes, depreciation, amortization and impairment. Consolidated EBITDA is not a measure of financial performance under accounting principles generally accepted in the United States. Management uses Consolidated EBITDA in internal analyses as a supplemental measure of the financial performance of the Company to assist it with determining performance comparisons against its peer group of companies, as well as capital spending and other investing decisions. Consolidated EBITDA is also a common alternative measure of performance used by investors, financial analysts, and rating agencies to evaluate financial performance. Consolidated EBITDA should not be considered in isolation or as a substitute for net earnings, operating income, 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.

Belo Corp.**Non-GAAP to GAAP Reconciliations***(continued)***Pro Forma Net Earnings From Continuing Operations***In thousands (unaudited)*

	Twelve months ended December 31, 2008			Twelve months ended December 31, 2007		
	Earnings	EPS	Shares ⁽¹⁾	Earnings	EPS	Shares
Net earnings (loss) from continuing operations \$	(328,353)	\$ (3.21)	102,219	\$ 60,697	\$ 0.59	103,128
Spin-off related operating and financing costs, net of tax	3,861	\$ 0.04	103,835	8,011	\$ 0.08	103,128
Impairment charge, net of tax	396,362	\$ 3.88	102,219	22,137	\$ 0.21	103,128
Gain from extinguishment of debt, net of tax	(10,012)	\$ (0.10)	103,835	-	\$ -	103,128
Spin-off related tax charge	18,756	\$ 0.18	103,835	-	\$ -	103,128
Pro forma net earnings from continuing operations	<u>\$ 80,614</u>	\$ 0.78	103,835	<u>\$ 90,845</u>	\$ 0.88	103,128
	Three months ended December 31, 2008			Three months ended December 31, 2007		
	Earnings	EPS	Shares ⁽¹⁾	Earnings	EPS	Shares
Net earnings (loss) from continuing operations \$	(358,289)	\$ (3.50)	102,204	\$ 5,803	\$ 0.06	103,367
Spin-off related operating and financing costs, net of tax	-	\$ -	103,484	5,586	\$ 0.05	103,367
Impairment charge, net of tax	396,362	\$ 3.88	102,204	22,137	\$ 0.21	103,367
Gain from extinguishment of debt, net of tax	(10,012)	\$ (0.10)	103,484	-	\$ -	103,367
Spin-off related tax charge	521	\$ 0.01	103,484	-	\$ -	103,367
Pro forma net earnings from continuing operations	<u>\$ 28,582</u>	\$ 0.28	103,484	<u>\$ 33,526</u>	\$ 0.32	103,367

Note 1: Potential dilutive common shares were antidilutive as a result of the Company's net loss from continuing operations for the three months and twelve months ended December 31, 2008. As a result, basic weighted average shares were used in the calculations of net loss from continuing operations per share and the per share effect of the goodwill impairment for these periods. In the absence of the net loss from continuing operations, potential dilutive common shares were added to the weighted average common shares outstanding in the calculation of net earnings per share excluding goodwill impairment.