

**Belo Corp.**  
**Consolidated Statements of Earnings**

| <i>In thousands, except per share amounts (unaudited)</i> | Three months ended<br>March 31, |                  |
|---|---------------------------------|------------------|
|   | 2007                            | 2006             |
| <b>Net Operating Revenues</b>                             | \$ 354,055                      | \$ 371,723       |
| <b>Operating Costs and Expenses</b>                       |                                 |                  |
| Salaries, wages and employee benefits                     | 140,377                         | 148,366          |
| Other production, distribution and operating costs        | 117,347                         | 111,830          |
| Newsprint, ink and other supplies                         | 26,847                          | 36,678           |
| Depreciation  | 22,766                          | 21,816           |
| Amortization  | 2,066                           | 2,087            |
| Total operating costs and expenses                        | <u>309,403</u>                  | <u>320,777</u>   |
| Earnings from operations                                  | 44,652                          | 50,946           |
| <b>Other income and expense</b>                           |                                 |                  |
| Interest expense  | (24,151)                        | (23,662)         |
| Other income (expense), net                               | 5,368                           | 848              |
| Total other income and expense                            | <u>(18,783)</u>                 | <u>(22,814)</u>  |
| <b>Earnings</b>   |                                 |                  |
| Earnings before income taxes                              | 25,869                          | 28,132           |
| Income taxes  | 10,418                          | 10,832           |
| Net earnings  | <u>\$ 15,451</u>                | <u>\$ 17,300</u> |
| <b>Net earnings per share</b>                             |                                 |                  |
| Basic   | \$ .15                          | \$ .16           |
| Diluted   | \$ .15                          | \$ .16           |
| <b>Average shares outstanding</b>                         |                                 |                  |
| Basic   | 102,271                         | 106,141          |
| Diluted   | 102,862                         | 107,171          |
| <b>Cash dividends declared per share</b>                  | <u>\$ 0.125</u>                 | <u>\$ 0.10</u>   |

**Belo Corp.**  
**Consolidated Condensed Balance Sheets**

| <i>In thousands</i>                         | March 31,<br>2007<br><i>(unaudited)</i> | December 31,<br>2006 |
|---|---|----------------------|
| <b>Assets</b>                               |   |                      |
| Current assets                              |   |                      |
| Cash and temporary cash investments         | \$ 52,530                               | \$ 46,291            |
| Accounts receivable, net                    | 243,480                                 | 276,825              |
| Other current assets                        | 57,726                                  | 61,047               |
| Total current assets                        | <u>353,736</u>                          | <u>384,163</u>       |
| Property, plant and equipment, net          | 556,818                                 | 560,494              |
| Intangible assets, net                      | 2,576,715                               | 2,574,218            |
| Other assets                                | 100,141                                 | 95,403               |
| Total assets                                | <u>\$ 3,587,410</u>                     | <u>\$ 3,614,278</u>  |
| <b>Liabilities and Shareholders' Equity</b> |   |                      |
| Current liabilities                         |   |                      |
| Accounts payable                            | \$ 50,279                               | \$ 79,605            |
| Accrued expenses                            | 100,393                                 | 102,004              |
| Other current liabilities                   | 73,510                                  | 77,303               |
| Total current liabilities                   | <u>224,182</u>                          | <u>258,912</u>       |
| Long-term debt                              | 1,283,466                               | 1,283,434            |
| Deferred income taxes                       | 435,290                                 | 435,154              |
| Other liabilities                           | 114,128                                 | 109,630              |
| Total shareholders' equity                  | <u>1,530,344</u>                        | <u>1,527,148</u>     |
| Total liabilities and shareholders' equity  | <u>\$ 3,587,410</u>                     | <u>\$ 3,614,278</u>  |

**Belo Corp.**  
**Segment Information**

| <i>In thousands (unaudited)</i> | Three months ended |                  |
|---------------------------------|--------------------|------------------|
|                                 | March 31,          |                  |
|                                 | 2007               | 2006             |
| <b>Television Group</b>         |                    |                  |
| Net operating revenues          | \$ 178,342         | \$ 174,692       |
| Segment costs and expenses      | <u>111,867</u>     | <u>108,045</u>   |
| Segment EBITDA                  | <u>\$ 66,475</u>   | <u>\$ 66,647</u> |
| <b>Newspaper Group</b>          |                    |                  |
| Net operating revenues          | \$ 175,713         | \$ 197,031       |
| Segment costs and expenses      | <u>151,047</u>     | <u>169,455</u>   |
| Segment EBITDA                  | <u>\$ 24,666</u>   | <u>\$ 27,576</u> |
| <b>Corporate</b>                |                    |                  |
| Costs and expenses              | <u>\$ 21,657</u>   | <u>\$ 19,374</u> |

Note 1: Belo's management uses segment EBITDA as the primary measure of profitability to evaluate operating performance and to allocate capital resources and bonuses to eligible operating company employees. Segment EBITDA represents a segment's earnings before interest expense, income taxes, depreciation and amortization. Other income (expense), net is not allocated to the Company's operating segments because it consists primarily of equity earnings (losses) from investments in partnerships and joint ventures and other non-operating income (expense).

**Belo Corp.**  
**Consolidated EBITDA**

| <i>In thousands (unaudited)</i> | Three months ended |                  |
|---------------------------------|--------------------|------------------|
|                                 | March 31,          |                  |
|                                 | 2007               | 2006             |
| Consolidated EBITDA (1)         | \$ 74,852          | \$ 75,697        |
| Depreciation and Amortization   | (24,832)           | (23,903)         |
| Interest Expense                | (24,151)           | (23,662)         |
| Income Taxes                    | (10,418)           | (10,832)         |
| Net Earnings                    | <u>\$ 15,451</u>   | <u>\$ 17,300</u> |

Note 1: The Company defines Consolidated EBITDA as net earnings before interest expense, income taxes, depreciation and amortization. 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.