

STANDARD MOTOR PRODUCTS, INC.
Consolidated Statements of Operations

(Dollars in thousands, except per share amounts)

	THREE MONTHS ENDED DECEMBER 31,		TWELVE MONTHS ENDED DECEMBER 31,	
	2006	2005	2006	2005
NET SALES	\$ 169,019	\$ 172,137	\$ 812,024	\$ 830,413
COST OF SALES	<u>123,067</u>	<u>132,639</u>	<u>606,803</u>	<u>644,433</u>
GROSS PROFIT	45,952	39,498	205,221	185,980
SELLING, GENERAL & ADMINISTRATIVE EXPENSES	41,228	41,641	168,050	166,556
INTEGRATION EXPENSES	<u>1,028</u>	<u>722</u>	<u>1,856</u>	<u>5,342</u>
OPERATING INCOME (LOSS)	3,696	(2,865)	35,315	14,082
OTHER (EXPENSE) INCOME, NET	(2,363)	1,602	(383)	2,648
INTEREST EXPENSE	<u>4,449</u>	<u>4,460</u>	<u>19,275</u>	<u>17,077</u>
(LOSS) EARNINGS FROM CONTINUING OPERATIONS BEFORE TAXES	(3,116)	(5,723)	15,657	(347)
INCOME TAX (BENEFIT) EXPENSE	<u>(1,643)</u>	<u>(18)</u>	<u>6,494</u>	<u>1,423</u>
(LOSS) EARNINGS FROM CONTINUING OPERATIONS	(1,473)	(5,705)	9,163	(1,770)
DISCONTINUED OPERATION, NET OF TAX	<u>(355)</u>	<u>(535)</u>	<u>248</u>	<u>(1,775)</u>
NET (LOSS) EARNINGS	<u>\$ (1,828)</u>	<u>\$ (6,240)</u>	<u>\$ 9,411</u>	<u>\$ (3,545)</u>
NET (LOSS) EARNINGS PER COMMON SHARE:				
BASIC (LOSS) EARNINGS FROM CONTINUING OPERATIONS	\$ (0.08)	\$ (0.29)	\$ 0.50	\$ (0.09)
DISCONTINUED OPERATION	<u>(0.02)</u>	<u>(0.03)</u>	<u>0.01</u>	<u>(0.09)</u>
NET (LOSS) EARNINGS PER COMMON SHARE - BASIC	<u>\$ (0.10)</u>	<u>\$ (0.32)</u>	<u>\$ 0.51</u>	<u>\$ (0.18)</u>
DILUTED (LOSS) EARNINGS FROM CONTINUING OPERATIONS	\$ (0.08)	\$ (0.29)	\$ 0.50	\$ (0.09)
DISCONTINUED OPERATION	<u>(0.02)</u>	<u>(0.03)</u>	<u>0.01</u>	<u>(0.09)</u>
NET (LOSS) EARNINGS PER COMMON SHARE - DILUTED	<u>\$ (0.10)</u>	<u>\$ (0.32)</u>	<u>\$ 0.51</u>	<u>\$ (0.18)</u>
WEIGHTED AVERAGE NUMBER OF COMMON SHARES	18,336,891	19,504,191	18,283,707	19,507,818
WEIGHTED AVERAGE NUMBER OF COMMON AND DILUTIVE SHARES	18,459,914	19,504,191	18,325,175	19,507,818