

CONSOLIDATED STATEMENTS OF OPERATIONS

	Thirteen Weeks Ending	Fourteen Weeks Ending	Fifty-Two Weeks Ending	Fifty-Three Weeks Ending
<i>(Unaudited, in thousands except per share amounts)</i>	December 30, 2007	December 31, 2006	December 30, 2007	December 31, 2006
Revenues	\$ 243,785	\$ 289,426	\$ 932,181	\$ 964,857
Operating costs:				
Production	102,529	115,781	417,057	413,588
Selling, general and administrative	88,587	92,479	350,263	345,179
Depreciation and amortization	17,460	17,545	75,235	68,409
Gain on insurance recovery	(17,604)	---	(17,604)	---
Total operating costs	190,972	225,805	824,951	827,176
Operating income	52,813	63,621	107,230	137,681
Other income (expense):				
Interest expense	(14,475)	(16,020)	(59,577)	(48,505)
Investment income (loss) - unconsolidated affiliates	(21,850)	2,309	(31,392)	10,598
Other, net	(1,026)	(586)	(2,307)	323
Total other expense	(37,351)	(14,297)	(93,276)	(37,584)
Income from continuing operations before income taxes	15,462	49,324	13,954	100,097
Income taxes	5,021	18,037	3,622	37,012
Income from continuing operations	10,441	31,287	10,332	63,085
Discontinued operations:				
Income from discontinued operations (net of tax)	1,148	1,115	2,355	4,928
Net gain (loss) related to divestiture of operations (net of tax)	(2,000)	(773)	(2,000)	11,029
Net income	\$ 9,589	\$ 31,629	\$ 10,687	\$ 79,042
Net income per common share:				
Income from continuing operations	\$ 0.47	\$ 1.33	\$ 0.45	\$ 2.67
Discontinued operations	(0.04)	0.01	0.02	0.68
Net income	\$ 0.43	\$ 1.34	\$ 0.47	\$ 3.35
Net income per common share - assuming dilution:				
Income from continuing operations	\$ 0.47	\$ 1.32	\$ 0.45	\$ 2.65
Discontinued operations	(0.04)	0.01	0.02	0.67
Net income	\$ 0.43	\$ 1.33	\$ 0.47	\$ 3.32
Weighted-average common shares outstanding:				
Basic	22,168	23,610	22,656	23,597
Diluted	22,296	23,789	22,827	23,784

Media General, Inc.
BUSINESS SEGMENTS

<i>(Unaudited, in thousands)</i>	Publishing	Broadcast	Interactive Media	Eliminations	Total
Quarter Ended December 30, 2007					
Consolidated revenues	\$ 137,102	\$ 99,365	\$ 9,236	\$ (1,918)	\$ 243,785
Segment operating cash flow	\$ 32,647	\$ 30,155	\$ (719)		\$ 62,083
Write-down of investment			(1,357)		(1,357)
Depreciation and amortization	(6,043)	(5,544)	(522)		(12,109)
Segment profit (loss)	<u>\$ 26,604</u>	<u>\$ 24,611</u>	<u>\$ (2,598)</u>		<u>48,617</u>
Unallocated amounts:					
Interest expense					(14,475)
Equity in net loss of unconsolidated affiliates					(21,850)
Acquisition intangibles amortization					(4,206)
Corporate expense					(8,537)
Gain on insurance recovery					17,604
Other					(1,691)
Consolidated income from continuing operations before income taxes					<u>\$ 15,462</u>
Quarter Ended December 31, 2006					
Consolidated revenues	\$ 161,216	\$ 122,802	\$ 7,121	\$ (1,713)	\$ 289,426
Segment operating cash flow	\$ 42,114	\$ 50,004	\$ (587)		\$ 91,531
Write-down of investment			(700)		(700)
Depreciation and amortization	(5,820)	(5,450)	(432)		(11,702)
Segment profit (loss)	<u>\$ 36,294</u>	<u>\$ 44,554</u>	<u>\$ (1,719)</u>		<u>79,129</u>
Unallocated amounts:					
Interest expense					(16,020)
Equity in net income of unconsolidated affiliates					2,309
Acquisition intangibles amortization					(4,619)
Corporate expense					(8,113)
Other					(3,362)
Consolidated income from continuing operations before income taxes					<u>\$ 49,324</u>
Twelve Months Ended December 30, 2007					
Consolidated revenues	\$ 544,757	\$ 358,367	\$ 36,181	\$ (7,124)	\$ 932,181
Segment operating cash flow	\$ 115,131	\$ 91,587	\$ (941)		\$ 205,777
Net write-down of investments			(3,433)		(3,433)
Depreciation and amortization	(25,095)	(25,691)	(1,852)		(52,638)
Segment profit (loss)	<u>\$ 90,036</u>	<u>\$ 65,896</u>	<u>\$ (6,226)</u>		<u>149,706</u>
Unallocated amounts:					
Interest expense					(59,577)
Equity in net loss of unconsolidated affiliates					(31,392)
Acquisition intangibles amortization					(17,773)
Corporate expense					(37,856)
Gain on insurance recovery					17,604
Other					(6,758)
Consolidated income from continuing operations before income taxes					<u>\$ 13,954</u>
Twelve Months Ended December 31, 2006					
Consolidated revenues	\$ 601,144	\$ 343,118	\$ 27,113	\$ (6,518)	\$ 964,857
Segment operating cash flow	\$ 144,048	\$ 115,304	\$ (1,629)		\$ 257,723
Write-down of investment			(700)		(700)
Depreciation and amortization	(24,876)	(19,936)	(1,479)		(46,291)
Segment profit (loss)	<u>\$ 119,172</u>	<u>\$ 95,368</u>	<u>\$ (3,808)</u>		<u>210,732</u>
Unallocated amounts:					
Interest expense					(48,505)
Equity in net income of unconsolidated affiliates					10,598
Acquisition intangibles amortization					(17,018)
Corporate expense					(39,997)
Other					(15,713)
Consolidated income from continuing operations before income taxes					<u>\$ 100,097</u>

Media General, Inc.
CONSOLIDATED BALANCE SHEETS

<i>(Unaudited, in thousands)</i>	December 30, 2007	December 31, 2006
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 14,215	\$ 11,929
Accounts receivable-net	137,397	136,930
Inventories	6,690	9,650
Other	53,860	41,092
Asset of discontinued operations	61,564	64,519
Total current assets	<u>273,726</u>	<u>264,120</u>
Investments in unconsolidated affiliates	52,360	84,854
Other assets	67,250	70,596
Property, plant and equipment - net	483,879	475,942
FCC licenses and other intangibles - net	668,792	686,157
Excess of cost over fair value of net identifiable assets of acquired businesses - net	925,059	923,559
Total assets	<u>\$ 2,471,066</u>	<u>\$ 2,505,228</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 32,938	\$ 34,039
Accrued expenses and other liabilities	103,500	91,972
Income taxes payable	-	4,516
Liabilities of discontinued operations	878	1,074
Total current liabilities	<u>137,316</u>	<u>131,601</u>
Long-term debt	897,572	916,320
Deferred income taxes	311,588	281,670
Other liabilities and deferred credits	211,583	238,277
Stockholders' equity ¹	913,007	937,360
Total liabilities and stockholders' equity	<u>\$ 2,471,066</u>	<u>\$ 2,505,228</u>

¹ 2007 Includes a \$4.9 million direct charge related to the adoption of FASB Interpretation No. 48, Accounting for Uncertainty in Income Taxes – an interpretation of FASB Statement No. 109.

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Fiscal Years Ended	
	December 30, 2007 (52 weeks)	December 31, 2006 (53 weeks)
<i>(Unaudited, in thousands)</i>		
Cash flows from operating activities:		
Net income	\$ 10,687	\$ 79,042
Adjustments to reconcile net income:		
Depreciation	53,109	47,791
Amortization	25,341	24,842
Deferred income taxes	16,289	11,176
Provision for doubtful accounts	5,929	5,660
Investment loss (income) - unconsolidated affiliates	31,392	(10,598)
Insurance proceeds related to repair costs	19,959	-
Gain on insurance recovery	(17,604)	-
Net loss (gain) related to divestiture of discontinued operations	2,000	(11,029)
Net write-down of investments	3,433	700
Change in assets and liabilities:		
Retirement plan contributions	-	(15,000)
Retirement plan accrual	5,444	16,543
Income taxes payable	(17,518)	711
Accounts payable, accrued expenses and other liabilities	(6,636)	(1,699)
Other, net	(996)	9,920
Net cash provided by operating activities	<u>130,829</u>	<u>158,059</u>
Cash flows from investing activities:		
Capital expenditures	(78,142)	(93,896)
Purchases of businesses	(2,525)	(611,385)
Proceeds from sales of discontinued operations	-	135,111
Insurance proceeds related to machinery and equipment	27,841	-
Distribution from unconsolidated affiliate	5,000	2,000
Other, net	8,245	(2,853)
Net cash used by investing activities	<u>(39,581)</u>	<u>(571,023)</u>
Cash flows from financing activities:		
Increase in debt	570,000	1,459,000
Repayment of debt	(588,823)	(1,027,984)
Stock repurchase	(48,716)	-
Debt issuance costs	(1,010)	(1,780)
Cash dividends paid	(21,156)	(21,180)
Other, net	743	1,861
Net cash (used) provided by financing activities	<u>(88,962)</u>	<u>409,917</u>
Net increase (decrease) in cash and cash equivalents	2,286	(3,047)
Cash and cash equivalents at beginning of year	11,929	14,976
Cash and cash equivalents at end of year	<u>\$ 14,215</u>	<u>\$ 11,929</u>

Media General, Inc.

EBITDA, After-tax Cash Flow, and Free Cash Flow

	Thirteen Weeks Ending	Fourteen Weeks Ending	Fifty-Two Weeks Ending	Fifty-Three Weeks Ending
	December 30, 2007	December 31, 2006	December 30, 2007	December 31, 2006
<i>(Unaudited, in thousands)</i>				
Income from continuing operations	\$ 10,441	\$ 31,287	\$ 10,332	\$ 63,085
Interest	14,475	16,020	59,577	48,505
Taxes	5,021	18,037	3,622	37,012
Depreciation and amortization	17,460	17,545	75,235	68,409
EBITDA from continuing operations	<u>\$ 47,397</u>	<u>\$ 82,889</u>	<u>\$ 148,766</u>	<u>\$ 217,011</u>
Income from continuing operations	\$ 10,441	\$ 31,287	\$ 10,332	\$ 63,085
Depreciation and amortization	17,460	17,545	75,235	68,409
After-tax cash flow	<u>\$ 27,901</u>	<u>\$ 48,832</u>	<u>\$ 85,567</u>	<u>\$ 131,494</u>
After-tax cash flow	\$ 27,901	\$ 48,832	\$ 85,567	\$ 131,494
Capital expenditures	23,014	24,229	78,142	93,896
Free cash flow	<u>\$ 4,887</u>	<u>\$ 24,603</u>	<u>\$ 7,425</u>	<u>\$ 37,598</u>