THE MCCLATCHY COMPANY RETIREMENT PLAN

EIN 52-2080478
PLAN 002

Financial Statements as of and for the Years Ended December 31, 2015 and 2014, Supplemental Schedules as of and for the Year Ended December 31, 2015, and Independent Auditors' Report

THE MCCLATCHY COMPANY RETIREMENT PLAN

TABLE OF CONTENTS

NOTE: All other schedules required by Section 2520.103-10 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under Employment Retirement Income Security Act of 1974, have been omitted because they are not applicable.

Deloitte.

Deloitte & Touche LLP
980 Ninth Street
Suite 1800
Sacramento, CA 95814
USA

Tel:+1 916 288 3100
Fax:+1 866 719 2934
www.deloitte.com

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
The McClatchy Company and The Participants of
The McClatchy Company Retirement Plan

Report on the Financial Statements

We were engaged to audit the accompanying financial statements of The McClatchy Company Retirement Plan (the "Plan"), which comprise the statements of net assets available for benefits as of December 31, 2015 and 2014, and the related statements of changes in net assets available for benefits for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 6, which was certified by The Northern Trust Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statements. We have been informed by the plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The plan administrator has obtained certifications from the trustee as of December 31, 2015 and 2014, and for the year then ended that the information provided to the plan administrator by the trustee is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

Other Matter

The supplemental schedules listed in the Table of Contents are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 and are presented for the purpose of additional analysis and are not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on these supplemental schedules.

Report on Form and Content in Compliance with Department of Labor Rules and Regulations

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

Deloitte + Touche LLP

October 14, 2016

THE MCCLATCHY COMPANY RETIREMENT PLAN

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
DECEMBER 31, 2015 AND 2014
(In thousands)

	2015	2014
ASSETS:		
Investments at fair value:		
Cash and cash equivalents	$ 844	$ 1,068
Mutual funds	436,316	489,955
Corporate debt instruments	112	106
Common collective trusts	845,685	924,916
Real estate	50,360	49,432
Other	7,282	6,636
Total investments	1,340,599	1,472,113
Other assets:		
Receivable for securities sold	9,003	8,426
Employer contribution receivable	47,130	-
Total other assets	56,133	8,426
Total assets	1,396,732	1,480,539
LIABILITIES:		
Other liabilities	72	65
Total liabilities	72	65
NET ASSETS AVAILABLE FOR BENEFITS	$ 1,396,660	$ 1,480,474

See notes to financial statements

THE MCCLATCHY COMPANY RETIREMENT PLAN

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
YEARS ENDED DECEMBER 31, 2015 AND 2014
(In thousands)

	2015		2014	
ADDITIONS:				
Employer contributions - cash	$	-	$	15,000
Employer contributions - non-cash		47,130		-
Investment activity:				
Net appreciation (depreciation) in fair value of investments		(45,932)		105,448
Interest and dividends		22,848		19,773
Total investment activity		(23,084)		125,221
Total additions		24,046		140,221
DEDUCTIONS:				
Benefits paid directly to participants		94,529		92,959
Administrative expenses		13,331		9,418
Total deductions		107,860		102,377
NET INCREASE (DECREASE)		(83,814)		37,844
NET ASSETS AVAILABLE FOR BENEFITS:				
Beginning of year		1,480,474		1,442,630
End of year	$	1,396,660	$	1,480,474

See notes to financial statements

1. DESCRIPTION OF THE PLAN

The following description of The McClatchy Company Retirement Plan (the "Plan") provides only general information. Participants should refer to the Plan document for a more complete description of the Plan provisions.

General

The Plan is a non-contributory defined benefit pension plan covering substantially all employees of The McClatchy Company ("McClatchy" or the "Company") and wholly owned subsidiaries that began their employment prior to March 31, 2009. Effective March 31, 2009, the Plan was frozen such that no new participants may enter the Plan and no further benefits will accrue. However, years of service continue to count toward early retirement eligibility and vesting of benefits previously earned.

The Knight Ridder Pension Plan merged with and into the Plan effective December 31, 2007 and as of December 31, 2008, all assets of the Plan are in a single plan trust. The accrual formulas, terms, and conditions of the Plan that applied to Knight Ridder Pension Plan participants ("legacy Knight Ridder") and to the Plan participants ("legacy McClatchy"), prior to the Knight Ridder Pension Plan merger, continue under the merged plan.

The Retirement Committee, which reports to the Pension and Savings Plan Committee of the Board of Directors of the Company, controls and manages the operation and administration of the Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act of 1974 ("ERISA").

Eligibility and Vesting

Effective January 1, 2009, all Plan participants earn one year of vesting service if they work at least 750 hours during the Plan year. The Plan generally provides for 100% vesting after five years of service.

Benefit payments

Monthly benefit payments are formula driven. The formula for legacy McClatchy participants is the greater of 1.3% of the average monthly earnings multiplied by years of benefit accrual service (up to 35) or 1.5% of career average monthly earnings multiplied by years of career benefit service, plus any prior plan benefit accrued. Generally, legacy McClatchy participants may receive a lump-sum distribution of the vested benefit if the actuarial equivalent present value is $10,000 or less.

Generally, the formula for legacy Knight Ridder participants is based on a percentage of the average eligible compensation during the participants' highest five years out of their last ten years of service; projected to normal retirement age; multiplied by the number of qualified years of service worked for Knight Ridder companies; and divided by the projected years of service to normal retirement. Benefits are subject to statutory maximums and, in some cases, benefits take into consideration any expected social security benefit payments and/or, benefits from other retirement plans, which may reduce benefits. Legacy Knight Ridder participants are eligible to receive a lump-sum distribution of the vested benefit if they have a prior pension plan benefit from certain Knight Ridder-acquired companies, and effective December 1, 2014, if the actuarial equivalent present value is $5,000 or less.

Federal regulations under the Pension Protection Act may require the Plan to temporarily limit certain lump sum and social security level income payments, called accelerated payments, when the Plan's funding level falls below certain thresholds. In accordance with these requirements, a temporary benefit restriction period was imposed effective April 1, 2010 and later lifted on October 1, 2013.

While the temporary benefit restriction period was in effect, certain accelerated payments from the Plan were restricted.

The Plan provides for early retirement benefits at age 55 for vested legacy McClatchy participants and age 55 with 10 years of service for legacy Knight Ridder participants who terminated after July 1, 1989. Normal retirement benefits for the legacy McClatchy participants are payable for employees under the Plan at age 65. Normal retirement benefits for the legacy Knight Ridder participants are payable under the Plan at the later of 1) age 65 or 2) the earlier of (a) the fifth anniversary of the participation date or (b) the date the participant completed 5 years of vesting service. In the event of death of a vested participant prior to receiving benefits, the participant's spouse may be eligible for a retirement benefit.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America ("GAAP").

Investments Valuation and Income Recognition

At December 31, 2015 and 2014, the Plan's investments are stated at fair value as determined by The Northern Trust Company (the "Plan Trustee"), which holds the various investments (see Notes 6 and 7). The methods and assumptions used to estimate the fair value of each class of financial instruments are disclosed below in Note 9. Purchases and sales of investments are recorded on a trade-date basis, dividends are recorded on the ex-dividend date, and interest is recorded on an accrual basis. Net appreciation includes net gain (loss) on the sale of assets and unrealized asset appreciation (depreciation), less investment advisory and management fees.

Use of Estimates

The preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

The actuarial present value of accumulated plan benefits is based on certain assumptions pertaining to interest rates, inflation rates, employee compensation, and demographics. Due to the changing nature of these assumptions, it is at least reasonably possible that changes in these assumptions will occur in the near term and, due to the uncertainties inherent in setting assumptions, that the effect of such changes could be material to the financial statements.

Risks and Uncertainties

As described in Notes 6 and 7, the Plan utilizes various investment instruments. Investment securities, in general, are exposed to various risks, such as interest rate, credit risk, and to overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and those changes could materially affect the amounts reported in the financial statements.

Administrative Expenses

Most administrative expenses of the Plan are paid by the Plan within the extent permitted by applicable law and the Plan document. The Company provides accounting and other administrative services for the Plan at no charge.

Payment of Benefits

Benefit payments to participants are recorded upon distribution.

Income Taxes

The Plan received a determination letter dated September 2, 2014, stating that the Plan is qualified in accordance with the applicable Internal Revenue Code ("IRC") requirements and, therefore, the related trust is exempt from taxation. Once qualified, the Plan is required to operate in conformity with the IRC to maintain its tax qualification. The Plan administrator believes the Plan complies with the applicable requirements of the IRC and, therefore, no provision for income taxes has been included in the Plan's financial statements.

GAAP requires Plan management to evaluate tax positions taken by the Plan and recognize a tax liability (or asset) if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by tax authorities. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Plan administrator believes it is no longer subject to income tax examinations for the years prior to 2012.

Recently Issued Accounting Pronouncements Not Yet Adopted

In May 2016, the Financial Accounting Standards Board ("FASB") issued ASU No. 2015-07, "*Fair Value Measurement (Topic 820); Disclosures for Investments in Certain Entities That Calculate Net Asset Value per Share (or Its Equivalent).*" ASU 2015-07 removes the requirement to categorize within the fair value hierarchy all investments for which fair value is measured using the net asset value per share as a practical expedient. It also eliminates certain disclosures for investments eligible to be measured at fair value using this practical expedient. It is effective for the Plan for years beginning after December 15, 2015. This standard is not expected to have a material impact on the Plan's financial statements.

In July 2015, the FASB issued ASU 2015-12, "*Plan Accounting: Defined Benefit Pension Plans (Topic 960), Defined Contribution Pension Plans (Topic 962), Health and Welfare Benefit Plans (Topic 965): (Part I) Fully Benefit-Responsive Investment Contracts, (Part II) Plan Investment Disclosures, (Part III) Measurement Date Practical Expedient.*" Part I clarifies fully benefit-responsive investment contracts are limited to direct investments between the Plan and the issuer. Part I also eliminates the requirements to measure the fair value of fully benefit-responsive investment contracts and provide certain disclosures. Contract value is the only required measurement for fully benefit-responsive investment contracts. Part II eliminates the requirements to disclose individual investments that represent five percent or more of net assets available for benefits and the net appreciation or depreciation in fair value of investments by general type. Part II also simplifies the level of disaggregation of investments that are measured at fair value. Plans will continue to disaggregate investments that are measured at fair value by general type; however, plans are no longer required to also disaggregate investments by nature, characteristics, and risks. Further, the disclosure of information about fair value measurements should be provided by general type of plan asset. Part III is not applicable to the Plan. It is effective for the Plan for years beginning after December 15, 2015. This standard is not expected to have a material impact on the Plan's financial statements.

In January 2016, the FASB issued ASU No. 2016-01, "*Financial Instruments – Overall (Subtopic 825-10): Recognition and Measurement of Financial Assets and Financial Liabilities.*" ASU 2016-01 addresses certain aspects of recognition, measurement, presentation, and disclosure of financial instruments. ASU 2016-01 is effective for the Plan years beginning after December 15, 2018. With certain exceptions, early adoption is not permitted. This standard is not expected to have a material impact on the Plan's financial statements.

3. FUNDING POLICY

Company contributions that meet the funding requirements of ERISA are determined by actuarial valuations and are made to the Plan in amounts expected to be sufficient to provide the Plan with assets to pay estimated pension benefits to Plan participants.

Contributions to the Plan are determined based upon calculations made by the actuary and are designed to annually fund current normal cost and to amortize the unfunded liability, which results in annual contributions equal to or in excess of the minimum funding requirements for Plan years. The Company elected the 15-year amortization for the payment for certain plan years as allowed under Pension Relief Act IRC 430(c)(2)(D)(iii) which reduces the funding requirement over the next 15 years.

Before applying credits, the minimum funding requirements for 2015 and 2014 were $13.5 and $8.0 million, respectively. The Company did not make any voluntary contributions to the Plan in 2015. In February 2016, the Company contributed real property of $47.1 million (see Note 9) to be applied to the 2015 plan year. In January 2014, the Company made a cash contribution of $25.0 million, of which $15.0 million and $10.0 million were applied to the 2014 and 2013 plan years, respectively.

4. PLAN TERMINATION

As discussed in Note 1, the Plan was frozen effective March 31, 2009 such that no new participants may enter the Plan and no further benefits will accrue. While the Company has not expressed any intent to terminate the Plan or to discontinue contributions, it has the right to do so at any time, subject to the provisions set forth in ERISA. If the Plan is terminated at some future date, all participants will become 100% vested in benefits earned as of the termination date.

If the termination is the result of bankruptcy or near bankruptcy of the Company, and the Plan's assets are not adequate to pay all benefits vested prior to the termination, the Pension Benefit Guaranty Corporation ("PBGC") will take over the Plan and will pay those benefits that it guarantees. In this case, some participants may receive a smaller benefit than if the Plan had continued. Whether a particular participant's accumulated plan benefits will be paid depends on both the priority of those benefits (as described in the Plan) and the level of benefits guaranteed by the PBGC at that time.

If, however, the Plan is terminated for any reason other than bankruptcy or near bankruptcy of the Company and the Plan has insufficient assets, the Company will be required to pay to the Plan an amount, which, together with Plan assets, will satisfy all benefits accumulated to the date of the Plan's termination.

5. ACTUARIAL PRESENT VALUE OF ACCUMULATED PLAN BENEFITS

Accumulated plan benefits are those estimated future periodic payments, including lump-sum distributions that are attributable under the Plan's provisions for services rendered by the employees to the valuation date. Accumulated plan benefits include benefits expected to be paid to (a) retired or former employees and their beneficiaries, (b) beneficiaries of employees who have died, and

(c) active employees and their beneficiaries. Benefits payable under all circumstances (retirement, death, disability, and termination of employment) are included to the extent they are deemed attributable to employee service rendered to the valuation date.

At January 1, 2015 and 2014, the actuarial present value of accumulated plan benefits was determined using the unit credit actuarial method by the Plan's independent actuaries. The actuarial present value of accumulated plan benefits is the amount that results from applying actuarial assumptions to adjust the accumulated plan benefits to reflect the time value of money (through discounts for interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal, or retirement) between the valuation date and the expected dates of payment.

The actuarial present value of accumulated plan benefits and the changes in the actuarial present value of accumulated pension benefits as of and for the year ended January 1, 2015 and 2014, were as follow (in thousands):

		2015		2014
Actuarial present value of accumulated pension benefits:				
Vested benefits:				
Participants currently receiving payments	$	778,941	$	728,569
Other participants		530,599		525,902
Total vested benefits		1,309,540		1,254,471
Nonvested benefits		4,744		5,661
Total actuarial present value of accumulated pension benefits	$	1,314,284	$	1,260,132

		2015		2014
Changes in the actuarial present value of accumulated pension benefits:				
Accumulated pension benefits — beginning of year	$	1,260,132	$	1,233,130
Actuarial loss		18,793		5,530
Increase in interest due to decrease in discount period		96,782		95,278
Benefits paid		(92,959)		(85,964)
Assumption changes		31,536		12,158
Accumulated pension benefits — end of year	$	1,314,284	$	1,260,132

The significant actuarial assumptions used in the valuations as of January 1, 2015 and 2014 were as follows:

Interest rates used to discount future obligations to present value:	7.75% in 2015 and 8.00% in 2014
Retirement rates:	Various rates ranging from 2% at age 55 to 100% at age70
Mortality rates:	As of January 1, 2015 and 2014, mortality is based the RP-2014 Mortality Table with blue-collar adjustments projected backward to 2011 using scale MP-2014 and projected to 2027 using scale AA.

There were no changes to the asset valuation method for the 2015 plan year. The foregoing actuarial assumptions are based on the presumption that the Plan will continue. If the Plan were to terminate, different actuarial assumptions and other factors might be applicable in determining the actuarial present value of accumulated plan benefits.

6. INFORMATION CERTIFIED BY TRUSTEE

The following is a summary of the unaudited information regarding the Plan, included in the Plan's financial statements and supplemental schedule that was prepared by or derived from information reported by the trustee of the Plan for 2015 and 2014. The Plan administrator has obtained certifications from the trustee that such information is complete and accurate as of and for the years ended December 31, 2015 and 2014, as follows (in thousands):

		2015		2014
Statement of net assets available for benefits:				
Investments at fair value	$	1,340,599	$	1,472,113
Receivable for securities sold		9,003		8,426
		2015		**2014**
Statement of changes in net assets available:				
for benefits - investment income:				
Net appreciation (depreciation) in fair value of investments	$	(45,932)	$	105,448
Interest and dividends		22,848		19,773

Such amounts and all of the financial information in Note 7 are included in the accompanying financial statements of the Plan based on such certifications from the Plan Trustee.

The Plan Trustee also certifies all investment balances and investment information in Note 9, excluding the classification of investments by level.

All information presented in the Supplemental Schedules.

7. INVESTMENTS

The Plan's investments that represented 5% or more of the net assets available for benefits as of December 31, 2015 and 2014, are as follows (in thousands):

		2015
EAFE Index Fund	$	258,493
NTGI S&P 500		252,580
NTGI Emerging Markets		160,677
Vanguard Long Duration		437,878

		2014
EAFE Index Fund	$	276,719
NTGI S&P 500		285,392
NTGI Emerging Markets		171,985
Vanguard Long Duration		491,611

During the years ended December 31, 2015 and 2014, the Plan's investments (including gains and losses on investments bought and sold, as well as held during the year) appreciated (depreciated) in value as follows:

		2015		2014
Mutual funds	$	(33,446)	$	42,748
Debt securities		5		13,391
Common collective trusts		(17,875)		48,824
Other		5,384		485
Total net appreciation (depreciation) in fair value of investments	$	(45,932)	$	105,448

8. EXEMPT PARTY-IN-INTEREST TRANSACTIONS

Certain short-term Plan investments are held in investments managed by the Plan Trustee, and therefore, these transactions qualify as exempt party-in-interest transactions. Fees paid by the Plan primarily related to PBGC premiums and investment management services and were $13.3 million and $9.4 million for the years ended December 31, 2015 and 2014, respectively.

9. FAIR VALUE MEASUREMENTS

The Plan accounts for certain assets and liabilities at fair value. The hierarchy below lists three levels of fair value based on the extent to which inputs used in measuring fair value are observable in the market. The Plan categorizes each of our fair value measurements in one of these three levels based on the lowest level input that is significant to the fair value measurement in its entirety. These levels are:

Level 1 – Unadjusted quoted prices available in active markets for identical investments as of the reporting date.

Level 2 – Observable inputs to the valuation methodology are other than Level 1 inputs, which are either directly or indirectly observable as of the reporting date, and fair value can be determined through the use of models or other valuation methodologies.

Level 3 – Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability, and the reporting entity makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

The Plan's policy is to recognize significant transfers between levels at the actual date of the event or circumstance that caused the transfer.

The Plan's financial instruments carried at fair value on a recurring basis by the fair value hierarchy levels discussed as of December 31, 2015, are as follows (in thousands):

	2015							
	Plan Assets							
		Level 1		Level 2		Level 3		Total
Cash and cash equivalents	$	844	$	-	$	-	$	844
Domestic stock mutual fund		436,316		-		-		436,316
Corporate debt instruments		-		112		-		112
Common collective trusts		-		845,685		-		845,685
Real estate		-		-		50,360		50,360
Private equity funds		-		-		7,282		7,282
Total	$	437,160	$	845,797	$	57,642	$	1,340,599

The changes in the fair value of Plan's Level 3 investment assets held for the year ended December 31, 2015, are as follows (in thousands):

		Real Estate		Private Equity		Total
Beginning balance, December 31, 2014	$	49,432	$	6,636	$	56,068
Realized gains, net		2,479		-		2,479
Transfers out of Level 3		(3,936)		-		(3,936)
Unrealized gains		2,385		646		3,031
Ending balance, December 31, 2015	$	50,360	$	7,282	$	57,642

The Plan's Level 3 financial instruments, the valuation techniques used to measure the fair value of those financial instruments, and the significant unobservable inputs and the ranges of values for those inputs as of December 31, 2015, are as follows (fair value in thousands):

Instrument		Fair Value	Principal Valuation Technique	Unobservable Inputs	Range of Significant Input Values	Weighted Average
Real estate	$	50,360	Income and Sales Approach	Discount rate	8.50% to 10.50%	8.75%
				Lease term	10 years	10 years
				Rent rate growth	2.37%	2.37%
Private equity		7,282	Third-party pricing without adjustment	N/A	N/A	N/A
	$	57,642				

In estimating fair value of the investments in Level 3, the Retirement Committee may use third party pricing sources or appraisers. In substantiating the reasonableness of the pricing data provided by third parties, the Retirement Committee evaluates a variety of factors including review of methods and assumptions used by external sources, recently executed transactions, existing contracts, economic conditions, industry and market developments, and overall credit ratings.

The Plan's financial instruments carried at fair value on a recurring basis by the fair value hierarchy levels discussed as of December 31, 2014, are as follows (in thousands):

	2014 Plan Assets			
	Level 1	Level 2	Level 3	Total
Cash and cash equivalents	$ 1,068	$ -	$ -	$ 1,068
Domestic stock mutual fund	489,955	-	-	489,955
Corporate debt instruments	-	106	-	106
Common collective trusts	-	924,916	-	924,916
Real estate	-	-	49,432	49,432
Private equity funds	-	-	6,636	6,636
Total	$ 491,023	$ 925,022	$ 56,068	$ 1,472,113

The changes in the fair value of Plan's Level 3 investment assets held for the year ended December 31, 2014, are as follows (in thousands):

	Real Estate	Private Equity (1)	Total
Beginning balance, December 31, 2013	$ 52,265	$ 7,167	$ 59,432
Purchases, issuances, sales, settlements (net)	(3,312)	-	(3,312)
Realized gains (losses), net	3,973	(16,153)	(12,180)
Transfers out of Level 3	(3,973)	(483)	(4,456)
Unrealized gains, net	479	16,105	16,584
Ending balance, December 31, 2014	$ 49,432	$ 6,636	$ 56,068

(1) The activity within the unrealized gains and the realized gains (losses) relates to closing out two funds within the private equity funds. There was no impact to the total asset value of the private equity funds as a result of these transactions.

The Plan's Level 3 financial instruments, the valuation techniques used to measure the fair value of those financial instruments, and the significant unobservable inputs and the ranges of values for those inputs as of December 31, 2014, are as follows (fair value in thousands):

Instrument	Fair Value	Principal Valuation Technique	Unobservable Inputs	Range of Significant Input Values	Weighted Average
Real estate	$ 49,432	Income and Sales Approach	Discount rate	8.50% to 10.50%	8.75%
			Lease term	10 years	10 years
			Rent rate growth	2.0% to 3.0%	2.89%
Private equity	6,636	Third-party pricing without adjustment	N/A	N/A	N/A
	$ 56,068				

Cash and cash equivalents: The carrying value of these items approximates fair value.

Mutual funds: These investments are publicly traded investments, which are valued using the Net Asset Value ("NAV"). The NAV of the mutual funds is a quoted price in an active market. The NAV is determined once a day after the closing of the exchange based upon the underlying assets in the fund, less the fund's liabilities, expressed on a per-share basis.

Corporate debt instruments: The fair value of corporate debt instruments is based on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar debt instruments, the fair value is based upon an industry valuation model, which maximizes observable inputs.

Common collective trust: These investments are valued based on the NAV of the underlying investments and are provided by the fund issuers. NAV for these funds represent the quoted price in a non-market environment. There are no restrictions on participants' ability to withdraw funds from the common collective trusts. The attributes relating to the nature and risk of such investments as of December 31, 2015 and 2014 are as follows:

	2015	2014	Redemption Frequency (if Currently Eligible)	Redemption Notice Period
U.S. equity funds [(a)]	$ 327,510	$ 369,234	Daily	None
International equity funds [(b)]	518,175	555,682	Daily-Monthly	None
Total	$ 845,685	$ 924,916		

(a) *U.S. equity fund strategies* - Investments in U.S. equities are defined as commitments to U.S. dollar-denominated, publicly traded common stocks of U.S. domiciled companies and securities convertible into common stock. The aggregate U.S. equity portfolio is expected to exhibit characteristics comparable to, but not necessarily equal to, that of the Russell 3000 Index.

(b) *International equity funds strategies* - Investments in international developed markets equities are defined as commitments to publicly traded common stocks and securities convertible into common stock issued by companies primarily domiciled in countries outside of the U.S.

Real estate property: The Company donated seven real property locations to the Plan in January 2011. The Company is leasing back the properties for 10 years at approximately $4 million annually. An independent fiduciary manages the properties on behalf of the Plan and the fiduciary negotiated the terms of the leases. Management believes that the contribution of the properties to the Plan and subsequent leaseback of those properties is exempt from the prohibited transactions prohibitions pursuant to Section 408(e) of Employee Retirement Income Security Act and Section 4975(d)(13) of the Internal Revenue Code. There are no restrictions on the donated property and the Plan may sell any or all of them, if desired. These properties are not actively traded and are valued based upon the appraisals performed and are included as a Level 3 investment in the table above.

In April 2014, the Plan sold the Bradenton real property location for approximately $3.4 million and the Company terminated its lease on the property. In May 2016, the Plan sold the Charlotte real property location for approximately $34.1 million and the Company terminated its lease on the property. In August 2015, the Plan entered into an agreement to sell the Olympia real property location for approximately $4.8 million. The transaction is expected to close in the fourth quarter of 2016.

In February 2016, the Company contributed six real property locations to the Plan. The Plan obtained independent appraisals of the properties, and based on these appraisals, the Plan recorded the contribution (the fair value of the property) at $47.1 million on February 11, 2016. The Company is leasing back the properties for 11 years at approximately $3.5 million annually. An independent fiduciary manages the properties on behalf of the Plan and the fiduciary negotiated the terms of the leases. Management believes that the contribution of the properties to the Plan and subsequent leaseback of those properties is exempt from the prohibited transactions prohibitions pursuant to Section 408(e) of Employee Retirement Income Security Act and Section 4975(d)(13) of the Internal Revenue Code. There are no restrictions on the donated property and the Plan may sell any or all of them, if desired.

Private Equity Funds: Private equity funds represent investments in limited partnerships, which invest in start-up or other private companies. Fair value is estimated based on valuations of comparable public companies, recent sales of comparable private and public companies, and discounted cash flow analysis of portfolio companies and is included as a Level 3 investment in the table above.

10. RECONCILIATION OF FINANCIAL STATEMENTS TO FORM 5500

The following is a reconciliation of cash and cash equivalents per the financial statements to interest-bearing cash per the Form 5500 as of December 31, 2015:

Cash and cash equivalents per the financial statements	$	844
Deduct cash and cash equivalents included in common collective trusts		(788)
Interest-bearing cash per the Form 5500	$	56

The following is a reconciliation of common collective trusts per the financial statements to interest in common/collective trusts per the Form 5500 as of December 31, 2015:

Common collective trusts per the financial statements	$	845,685
Add cash and cash equivalents included in common collective trusts		788
Value of interest in common/collective trusts per Form 5500	$	846,473

11. SUBSEQUENT EVENTS

Including sale of the Charlotte real property location, the agreement entered into to sell the Olympia real property location and the contribution by the Company of seven real property locations discussed in Note 9, management has evaluated all events and transactions that occurred after December 31, 2015, through October 14, 2016, the date these financial statements were available to be issued.

SUPPLEMENTAL SCHEDULE

Schedule H, Part IV, Line 4i – Schedule of Assets (Held at End of Year)

The McClatchy Company Retirement Plan
Schedule of Assets Held
Reconciliation
December 31, 2015

Description	in (000's) Amount
Northern Trust Schedule of Assets	$ 1,348,041
Net Accrued Income	1,561
Net Receivable	(9,003)
Total Investments per Statement of Net Assets	$ 1,340,599

Schedule of Assets Held for Investment Purposes

Security Description / Asset ID	Shares/Par Value	Historical Cost	Current Value
Non-Interest Bearing Cash - USD			
EUR - Euro	2.17	2.73	2.17
JPY - Japanese yen	0.01	0.01	0.01
Total - all currencies		**2.74**	**2.18**
Total Non-Interest Bearing Cash - USD		**2.74**	**2.18**
Receivables - Other - USD			
Pending trade sales: United States dollar	0.00	7,442,000.00	7,442,000.00
Total - all currencies		**7,442,000.00**	**7,442,000.00**
Total Receivables - Other - USD		**7,442,000.00**	**7,442,000.00**
Interest Bearing Cash - USD			
USD - United States dollar	22,154.04	22,154.04	22,154.04
Total - all currencies		**22,154.04**	**22,154.04**
Total Interest Bearing Cash - USD		**22,154.04**	**22,154.04**
Corporate Debt Instruments - Other			
Iceland - USD			
GLITNIR BANKI HF GL MEDIUM TERM1 SR NT TR# TR 00003 6.33 12-31-40 BD IN DEFAULT CUSIP: 37930EAC0	170,000.00	170,000.00	52,700.00
GLITNIR BANKI HF MEDIUM TERM SR BK NTS BTRANCHE # TR 00005 BD IN DEFAULT CUSIP: 37930JAE5	190,000.00	189,574.40	58,900.00
PVTPL GLITNIR BANKI HF SUB NT FIXED/FLTG144A 6.693 15 JUN 2016 BEO IN DEFAULT CUSIP: 379308AA7	340,000.00	339,345.00	0.00
Total Iceland - USD		**698,919.40**	**111,600.00**
Total Corporate Debt Instruments - Other		**698,919.40**	**111,600.00**

** All or a portion of this security participates in Securities Lending.

Schedule of Assets Held for Investment Purposes

Security Description / Asset ID	Shares/Par Value	Historical Cost	Current Value
Corporate Stock - Common			
Canada - USD			
NORTEL NETWORKS CORP NEW COM CUSIP: 656568508	2,132.00	4,775.00	1.06
Total Canada - USD		**4,775.00**	**1.06**
Total Corporate Stock - Common		**4,775.00**	**1.06**
Partnership/Joint Venture Interests			
United States - USD			
SANDLER CAPITAL PARTNERS V FTE, LP CUSIP: 000108118	6,437,575.12	6,437,575.12	7,282,349.00
Total United States - USD		**6,437,575.12**	**7,282,349.00**
Total Partnership/Joint Venture Interests		**6,437,575.12**	**7,282,349.00**
Value of Interest in Common/Collective Trusts			
Emerging Markets Region - USD			
MFB NT COLLECTIVE MSCI EMERGING MARKETS FUND-NON LENDING CUSIP: 003999331	1,267,225.65	188,429,492.90	160,676,609.06
Total Emerging Markets Region - USD		**188,429,492.90**	**160,676,609.06**
International Region - USD			
MFB NT COLLECTIVE ALL COUNTRY WORLD EX-US IMI FUND - NON LENDING CUSIP: 786993543	25,636.85	3,197,137.59	3,113,621.06
MFB NT COLLECTIVE EAFE INDEX FUND-NON LENDING CUSIP: 658991526	1,007,635.96	231,294,123.42	258,492,883.36
Total International Region - USD		**234,491,261.01**	**261,606,504.42**
United States - USD			
CF SSGA RUSSELL SMALL CAP COMPLETENESS RINDEX NL (CMD4) FUND CUSIP: 104996251	1,135,319.10	37,475,129.64	61,563,813.51
MFB NT COLLECTIVE AGGREGATE BOND INDEX FUND-NON LENDING CUSIP: COB9989C3	29,767.73	3,948,983.75	3,939,163.71

** All or a portion of this security participates in Securities Lending.

Schedule of Assets Held for Investment Purposes

Security Description / Asset ID	Shares/Par Value	Historical Cost	Current Value
Value of Interest in Common/Collective Trusts			
United States - USD			
MFB NT COLLECTIVE GLOBAL REAL ESTATE INDEX FUND - NON LENDING CUSIP: 003999380	198,476.59	26,393,822.75	33,408,572.01
MFB NT COLLECTIVE RUSSELL 3000 INDEX FUND - NON-LENDING CUSIP: 003999414	220,662.67	6,437,850.75	6,313,600.31
MFB NT COLLECTIVE S&P500 INDEX FUND-NON LENDING CUSIP: 658991310	37,641.49	133,826,746.61	252,579,780.63
NT COLLECTIVE DEVELOPED INTERNATIONAL SMALL CAP INDEX FUND - NON LENDING CUSIP: 66586C361	340,802.47	53,045,964.65	65,598,000.22
NTGI COLTV GOVT STIF REGI STERED CUSIP: 195998BD0	787,050.60	787,050.60	787,050.60
Total United States - USD		**261,915,548.75**	**424,189,980.99**
Total Value of Interest in Common/Collective Trusts		**684,836,302.66**	**846,473,094.47**
Value of Interest in Registered Investment Companies			
United States - USD			
MFO VANGUARD BD INDEX FDS LONG-TERM BD INDEX FD INSTL PLUS SHS CUSIP: 921937744	33,172,549.90	461,186,721.80	437,877,658.68
Total United States - USD		**461,186,721.80**	**437,877,658.68**
Total Value of Interest in Registered Investment Com		**461,186,721.80**	**437,877,658.68**
Other			
United States - USD			
ESC CB LEHMAN BRTH HLD SUB D05/09/08 7.5MN38 CUSIP: 524ESC7N4	200,000.00	198,558.00	0.00
RECEIVABLE FROM LEHMAN LBI CUSIP: 000629790	155,847.53	155,847.53	34,286.45
Total United States - USD		**354,405.53**	**34,286.45**
Total Other		**354,405.53**	**34,286.45**

** All or a portion of this security participates in Securities Lending.

Schedule of Assets Held for Investment Purposes

Security Description / Asset ID	Shares/Par Value	Historical Cost	Current Value
Employer Real Property			
United States - USD			
111 OLYMPIA MRP LLC CUSIP: 9916J3994	3,300,000.00	3,300,000.00	4,804,341.00
120 MACON MRP LLC CUSIP: 9916J1998	2,200,000.00	2,200,000.00	2,353,709.00
132 ROCK HILL MRP LLC CUSIP: 9916J4992	1,720,000.00	1,720,000.00	1,875,154.00
2375 LEXINGTON MRP LLC CUSIP: 9916J0990	4,070,000.00	4,070,000.00	4,433,054.00
600 CHARLOTTE MRP LLC CUSIP: 9916H9993	31,000,000.00	31,000,000.00	34,137,625.00
914 MYRTLE BEACH MRP LLC CUSIP: 9916J2996	2,530,000.00	2,530,000.00	2,755,631.00
Total United States - USD		**44,820,000.00**	**50,359,514.00**
Total Employer Real Property		**44,820,000.00**	**50,359,514.00**
Other Liabilities			
United States - USD			
PAYABLE TO LEHMAN LBI	4,660.02	-4,660.02	0.00
Total United States - USD		**-4,660.02**	**0.00**
Pending trade purchases: United States dollar	0.00	-1,561,239.66	-1,561,239.66
Total - all currencies		**-1,561,239.66**	**-1,561,239.66**
Total Other Liabilities		**-1,565,899.68**	**-1,561,239.66**
Total		**1,204,236,956.61**	**1,348,041,420.22**

** All or a portion of this security participates in Securities Lending.

SUPPLEMENTAL SCHEDULE

Schedule H, Part IV, Line 4i – Schedule of Assets (Acquired and Disposed of Within Year)

◆ Schedule of Acquisitions & Dispositions

Asset ID	Security Description	Transaction	Shares/Par	Cost of Acquisitions	Proceeds of Dispositions
C003999380	MFB NT COLLECTIVE GLOBAL REAL ESTATE INDEX FUND - NON LENDING				
		Acquisitions	2,856.98	-500,000.00	
		Dispositions	-18,673.58		3,200,000.00
		Free Delivery	-3.14		

SUPPLEMENTAL SCHEDULE

Schedule H, Part IV, Line 4j – Schedule of Reportable Transaction

5% Report - Part A

Single Transaction in Excess of 5%

Security Description / Asset ID	Shares/Par Value	Date	Acquisition Price	Disposition Price	Lease Rental	Expenses Incurred	Cost	Current Value on Transaction Date	Net Gain/Loss

THERE ARE NO REPORTABLE TRANSACTIONS

NOTE: TRANSACTIONS ARE BASED ON THE 2014-12-31 VALUE (INCLUDING ACCRUALS) OF 1,480,539,272.36

◆ 5% Report - Part B

Series of Non-Security Transactions with Same Party in Excess of 5%

Security Description / Asset ID	Shares/Par Value	Date	Acquisition Price	Disposition Price	Lease Rental	Expenses Incurred	Cost	Current Value on Transaction Date	Net Gain/Loss

THERE ARE NO REPORTABLE TRANSACTIONS

NOTE: TRANSACTIONS ARE BASED ON THE 2014-12-31 VALUE (INCLUDING ACCRUALS) OF 1,480,539,272.36

5% Report - Part C Summary

Series of Transactions by Issue in Excess of 5%

Security Description / Asset ID		Number of Transactions	Transaction Aggregate Acquisition Price	Transaction Aggregate Disposition Price	Lease Rental	Expenses Incurred	Cost of Asset	Current Value of Asset on Transaction
MFB NT COLLECTIVE RUSSELL 3000 INDEX FUN D - NON-LENDING CUSIP: 003999414	Total acquisitions	12	48,415,000.00			0.00	48,415,000.00	48,415.000.00
	Total dispositions	39		47,165,300.00		0.00	47,261,956.14	47,165.300.00
MFO VANGUARD BD INDEX FDS LONG-TERM BD INDEX FD INSTL PLUS SHS CUSIP: 921937744	Total acquisitions	19	76,007,547.99			0.00	76,007,547.99	76,007.547.99
	Total dispositions	7		95,130,000.00		0.00	94,221,017.88	95,130.000.00

NOTE: TRANSACTIONS ARE BASED ON THE 2014-12-31 VALUE (INCLUDING ACCRUALS) OF 1,480,539,272.36

5% Report - Part D

Series of Transactions with Same Party in Excess of 5%

Security Description / Asset ID	Shares/Par Value	Date	Acquisition Price	Disposition Price	Lease Rental	Expenses Incurred	Cost	Current Value on Transaction Date	Net Gain/Loss

THERE ARE NO REPORTABLE TRANSACTIONS

NOTE: TRANSACTIONS ARE BASED ON THE 2014-12-31 VALUE (INCLUDING ACCRUALS) OF 1,480,539,272.36