

Dollars in Thousands

**Computation of Emmis Operating Company Pro Forma Total Leverage Ratio
Under the Credit Agreement dated June 10, 2014:**

	February 28, 2019 As Defined	Leverage Ratio
<u>Numerator:</u>		
Senior credit facility debt outstanding	\$ 25,000	
Plus: Letters of credit outstanding	-	
Less: Unrestricted cash and cash equivalents of the Borrower and its Domestic Subsidiaries, as defined	(5,612)	
Total Emmis Operating Company debt outstanding, February 28, 2019	<u>\$ 19,388</u>	
<u>Denominator:</u>		
Trailing twelve-months operating income from continuing operations	\$ 40,989	
Plus: Depreciation and amortization	3,213	
Plus: Noncash compensation	1,554	
Plus: Impairment loss	343	
Less: Gain on sale of radio and publishing assets, net of disposition costs	(31,817)	
Plus: Loss on disposal of property and equipment	57	
Less: 49.9% of Austin radio EBITDA (Minority Interest)	(5,218)	
Less: 98.7FM LMA LTM EBITDA	(9,133)	
Plus: LTM EBITDA losses of St. Louis radio stations (sold April 30, 2018)	(202)	
Plus: Pro forma adjustment for trailing twelve-months operating losses of entities disposed (if not already excluded above)	121	
Plus: LTM EBITDA losses of Digonex, Inc. (Excluded Subsidiary)	1,344	
Plus: LTM EBITDA losses of NextRadio/TagStation (Excluded Subsidiaries)	7,205	
Plus/Less: Other reconciling items as defined in credit agreement	194	
Consolidated EBITDA, as defined in the credit agreement	<u>\$ 8,650</u>	<u>2.2</u>
Requirement		<u>4.0</u>
