

Emmis Communications Corporation
Computation of Company Leverage Ratios
As of February 28, 2006
Dollars in Thousands

Computation of Senior Leverage Ratio
Under the Revolving Credit and Term Loan Agreement:

Numerator:	
Senior credit facility debt outstanding	\$ 296,174
Plus: Letters of credit outstanding	2,919
Plus: Other	87
Total Emmis Operating Company senior debt outstanding, as defined	<u>\$ 299,180</u>
Denominator:	
Trailing twelve-months operating income from continuing operations	\$ 37,830
Plus: Depreciation and amortization	17,335
Plus: Noncash compensation	8,906
Plus: Impairment loss and loss on disposal of assets	37,466
Plus: Television net revenues included in discontinued operations	213,130
Less: Television operating expenses included in discontinued operations	(149,235)
Plus: WRDA net revenues included in discontinued operations	851
Less: WRDA operating expenses included in discontinued operations	(1,413)
Plus: Pro forma net revenues from acquisitions	2,383
Less: Less pro forma station operating expenses from acquisitions	(2,160)
Less: Net revenues from dispositions	(154,758)
Plus: Station operating expenses from dispositions	107,002
Less: Austin actual revenues	(27,225)
Plus: Austin actual operating expenses	16,534
Plus/Less: Other reconciling items as defined in senior credit agreement, including cash distributions from Austin	8,674
Total pro forma EBITDA, as defined	<u>\$ 115,320</u>
Emmis Operating Company senior leverage ratio	<u>2.59</u>
Requirement	<u>5.25</u>

Computation of Total Leverage Ratio
Under the Revolving Credit and Term Loan Agreement:

Numerator:	
Senior debt outstanding, as defined (see above)	\$ 299,180
Plus: Senior subordinated debt outstanding	375,000
Total Emmis Operating Company debt outstanding, as defined	<u>\$ 674,180</u>
Denominator:	
Total pro forma EBITDA, as defined (see above)	<u>\$ 115,320</u>
Emmis Operating Company total leverage ratio	<u>5.85</u>
Requirement	<u>7.25</u>

Computation of Total Leverage Ratio
Under the 6 7/8% Senior Subordinated Notes Indenture:

Numerator:	
Emmis Operating Company debt outstanding, as defined (see above)	\$ 674,180
Plus: Other indebtedness	4,452
Total Emmis Operating Company debt outstanding, as defined	<u>\$ 678,632</u>
Denominator:	
Trailing twelve-months operating income from continuing operations	\$ 37,830
Plus: Depreciation and amortization	17,335
Plus: Noncash compensation	8,906
Plus: Impairment loss and loss on disposal of assets	37,466
Plus: Television net revenues included in discontinued operations	213,130
Less: Television operating expenses included in discontinued operations	(149,235)
Plus: WRDA net revenues included in discontinued operations	851
Less: WRDA operating expenses included in discontinued operations	(1,413)
Plus: Pro forma net revenues from acquisitions	2,383
Less: Less pro forma station operating expenses from acquisitions	(2,160)
Less: Net revenues from dispositions	(154,758)
Plus: Station operating expenses from dispositions	107,002
Plus: Losses on subsidiaries excluded from the indenture	6,462
Plus/Less: Other reconciling items, as defined in indenture	10,271
Total pro forma EBITDA, as defined	<u>\$ 134,070</u>
Emmis Operating Company total leverage ratio	<u>5.06</u>