

Emmis Communications Corporation
Computation of Company Leverage Ratios
As of November 30, 2004
Dollars in Thousands

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

Numerator:

Senior credit facility debt outstanding	\$ 906,000
Plus: Letters of credit outstanding	2,822
Plus: Other	64
Total senior debt outstanding, as defined	<u>\$ 908,886</u>

Denominator:

Trailing twelve-months operating income	\$ 129,643
Plus: Depreciation and amortization	46,943
Plus: Noncash compensation	18,824
Plus: Impairment loss	12,400
Plus: Net revenues from Discontinued Operations for the 9 months ended November 30, 2004	23,591
Less: Station operating expenses from Discounted Operations for the 9 months ended November 30, 2004	(15,358)
Less: Austin actual revenues	(25,296)
Plus: Austin actual operating expenses	15,910
Plus/Less: Other reconciling items as defined in senior credit agreement, including cash distributions from Austin	4,367
Total pro forma EBITDA, as defined	<u>\$ 211,024</u>

Senior debt leverage ratio	<u>4.31</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)	\$ 908,886
Plus: Senior subordinated debt outstanding	375,000
Total Emmis Operating Company debt outstanding, as defined	<u>\$ 1,283,886</u>

Denominator:

Total pro forma EBITDA, as defined (see above)	<u>\$ 211,024</u>
--	-------------------

Emmis Operating Company total leverage ratio	<u>6.08</u>
--	-------------

Requirement	<u>7.25</u>
-------------	-------------