

Emmis Communications Corporation
Computation of Company Leverage Ratios
As of May 31, 2006
Dollars in Thousands

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

Numerator:	
Senior credit facility debt outstanding	\$ 281,486
Plus: Letters of credit outstanding	2,597
Plus: Other	70
Total Emmis Operating Company senior debt outstanding, as defined	<u>\$ 284,153</u>
Denominator:	
Trailing twelve-months operating income from continuing operations	\$ 20,076
Plus: Depreciation and amortization	28,951
Plus: Noncash compensation	8,333
Plus: Impairment loss and loss on disposal of assets	35,722
Plus: Television net revenues included in discontinued operations	162,497
Less: Television operating expenses included in discontinued operations	(118,099)
Plus: KKFR net revenues included in discontinued operations	10,136
Less: KKFR operating expenses included in discontinued operations	(5,926)
Plus: Pro forma net revenues from acquisitions	1,111
Less: Less pro forma station operating expenses from acquisitions	(848)
Less: Net revenues from dispositions	(105,102)
Plus: Station operating expenses from dispositions	73,776
Less: Austin actual revenues	(27,951)
Plus: Austin actual operating expenses	17,076
Plus/Less: Other reconciling items as defined in senior credit agreement, including cash distributions from Austin	7,651
Total pro forma EBITDA, as defined	<u>\$ 107,403</u>
Emmis Operating Company senior leverage ratio	<u>2.65</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)	\$ 284,153
Plus: Senior subordinated debt outstanding	375,000
Total Emmis Operating Company debt outstanding, as defined	<u>\$ 659,153</u>
Denominator:	
Total pro forma EBITDA, as defined (see above)	<u>\$ 107,403</u>
Emmis Operating Company total leverage ratio	<u>6.14</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)	\$ 659,153
Plus: Other indebtedness	4,387
Total Emmis Operating Company debt outstanding, as defined	<u>\$ 663,540</u>
Denominator:	
Trailing twelve-months operating income from continuing operations	\$ 20,076
Plus: Depreciation and amortization	28,951
Plus: Noncash compensation	8,333
Plus: Impairment loss and loss on disposal of assets	35,722
Plus: Television net revenues included in discontinued operations	162,497
Less: Television operating expenses included in discontinued operations	(118,099)
Plus: WRDA net revenues included in discontinued operations	10,136
Less: WRDA operating expenses included in discontinued operations	(5,926)
Plus: Pro forma net revenues from acquisitions	1,111
Less: Less pro forma station operating expenses from acquisitions	(848)
Less: Net revenues from dispositions	(105,102)
Plus: Station operating expenses from dispositions	73,776
Plus: Losses on subsidiaries excluded from the indenture	6,112
Plus/Less: Other reconciling items, as defined in indenture	12,544
Total pro forma EBITDA, as defined	<u>\$ 129,283</u>
Emmis Operating Company total leverage ratio	<u>5.13</u>