

Emmis Communications Corporation
Computation of Company Leverage Ratios
As of May 31, 2007
Dollars in Thousands

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

Numerator:

Senior credit facility debt outstanding	\$	480,000
Plus: Letters of credit outstanding		2,547
Plus: Other		50
Total Emmis Operating Company total debt outstanding, as defined	\$	<u>482,597</u>

Denominator:

Trailing twelve-months operating income from continuing operations	\$	55,720
Plus: Depreciation and amortization		13,521
Plus: Noncash compensation		7,649
Plus: Loss on disposal of assets		4
Plus: Television net revenues included in discontinued operations		40,343
Less: Television operating expenses included in discontinued operations		(26,563)
Less: Net revenues from dispositions		(8,581)
Plus: Station operating expenses from dispositions		5,172
Less: Austin actual revenues		(29,035)
Plus: Austin actual operating expenses		17,665
Plus/Less: Other reconciling items as defined in senior credit agreement, including cash distributions from Austin		10,591
Total pro forma EBITDA, as defined	\$	<u>86,486</u>

Emmis Operating Company total leverage ratio	<u>5.58</u>
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Requirement	<u>7.50</u>
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