

SINCLAIR BROADCAST GROUP, INC.
Reconciliation of Non-GAAP Measurements - Unaudited
All periods reclassified to conform with current year GAAP presentation

| | <u>Quarters Ended</u> | | |
|---|-----------------------|--------------------|--------------------|
| <u>Free Cash Flow (in thousands)</u> | <u>3/31/18</u> | <u>6/30/18</u> | <u>9/30/18</u> |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$43,123 | \$28,041 | \$63,875 |
| Add: Inc (Loss) from Non Controlling Interests | 62 | 61 | (51) |
| Add: Loss (Income) from Equity Investments | 12,477 | 17,483 | 25,379 |
| Add: Cash Distributions from Equity Investments | 10,129 | 5,620 | 9,453 |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | (214) | (31) | (79) |
| Add: Tax Provision (Benefit) | (15,628) | (3,297) | (2,648) |
| Add: Amortization of Deferred Financing & Bond Discounts/Premiums | 1,932 | 1,863 | 1,864 |
| Add: Loss (Gain) on Sale of Assets | (21,109) | (4,741) | (10,828) |
| Add: Amortization of Intangible Assets & Other Assets | 43,605 | 43,117 | 44,600 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 27,325 | 23,117 | 25,035 |
| Add: Total Stock Based Compensation | 8,545 | 7,233 | 6,136 |
| Add: Amortization of Program Contract Costs | 26,950 | 24,710 | 24,482 |
| Less: Cash taxes Received (Paid) | (493) | (3,534) | 38,621 |
| Less: Cash Film Payments | (28,491) | (27,506) | (26,996) |
| Less: Capital Expenditures | (18,824) | (21,840) | (15,295) |
| Free Cash Flow | \$89,389 | \$90,296 | \$183,548 |
| Adjustment for transaction, legal and other one-time expense | \$21,757 | \$44,796 | \$31,652 |
| Adjusted Free Cash Flow | \$111,146 | \$135,092 | \$215,200 |
| Weighted Average Common and Common Equivalent Shares Outstanding | 102,917 | 102,986 | 102,789 |
| <u>EBITDA (in thousands)</u> | | | |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$43,123 | \$28,041 | \$63,875 |
| Add: Inc (Loss) from Non Controlling Interests | 871 | 1,268 | 1,125 |
| Add: Provision (Benefit) for Income Taxes | (15,628) | (3,297) | (2,648) |
| Add: Other Expenses (Income) | (431) | (593) | (981) |
| Add: Loss (Income) from Equity Investments | 12,477 | 17,483 | 25,379 |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | (214) | (31) | (79) |
| Add: Interest Expense | 69,741 | 92,271 | 75,753 |
| Less: Interest Income | (2,626) | (3,560) | (4,614) |
| Add: Loss (Gain) on Sale of Assets | (21,109) | (4,741) | (10,828) |
| Add: Amortization of Intangible Assets & Other Assets | 43,605 | 43,117 | 44,600 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 27,325 | 23,117 | 25,035 |
| Add: Total Stock Based Compensation | 8,545 | 7,233 | 6,136 |
| Add: Amortization of Program Contract Costs | 26,950 | 24,710 | 24,482 |
| Less: Cash Film Payments | (28,491) | (27,506) | (26,996) |
| EBITDA | \$164,138 | \$197,512 | \$220,239 |
| Adjustment for transaction, legal and other one-time expense | \$4,757 | \$5,536 | \$13,264 |
| Adjusted EBITDA | \$168,895 | \$203,048 | \$233,503 |
| <u>Television Broadcast Cash Flow (in thousands)</u> | | | |
| EBITDA | \$164,138 | \$197,512 | \$220,239 |
| Less: Non-Media Revenues | (21,701) | (34,281) | (35,899) |
| Add: Non-Media Expenses (including R&D) | 21,223 | 30,953 | 32,401 |
| Less: Corporate Stock Based Compensation Expense | (3,348) | (2,675) | (1,998) |
| Add: Corporate General & Administrative Expenses | 24,596 | 29,685 | 34,322 |
| TV Broadcast Cash Flow | \$184,908 | \$221,194 | \$249,065 |

| | <u>Quarters Ended</u> | | | | <u>Full Year</u> |
|---|-----------------------|------------------|------------------|------------------|------------------|
| <u>Free Cash Flow (in thousands)</u> | <u>3/31/17</u> | <u>6/30/17</u> | <u>9/30/17</u> | <u>12/31/17</u> | <u>2017</u> |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$57,202 | \$44,643 | \$30,640 | \$443,528 | \$576,013 |
| Add: Inc (Loss) from Non Controlling Interests | 12,188 | (8) | (22) | (61) | 12,097 |
| Add: Loss (Income) from Equity Investments | 1,321 | (1,462) | 4,362 | 9,698 | 13,919 |
| Add: Cash Distributions from Equity Investments | 5,367 | 7,566 | 3,012 | 4,104 | 20,049 |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | 1,152 | (15) | 0 | 0 | 1,137 |
| Add: Tax Provision (Benefit) | 28,579 | 24,879 | 17,118 | (145,937) | (75,361) |
| Add: Amortization of Deferred Financing & Bond Discounts/Premiums | 1,902 | 1,948 | 1,924 | 1,926 | 7,700 |
| Add: Loss (Gain) on Sale of Assets | (53,347) | (150) | (34) | (225,341) | (278,872) |
| Add: Amortization of Intangible Assets & Other Assets | 45,554 | 43,377 | 43,368 | 46,523 | 178,822 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 23,982 | 23,603 | 24,442 | 25,077 | 97,104 |
| Add: Total Stock Based Compensation | 8,048 | 4,396 | 3,475 | 4,671 | 20,590 |
| Add: Amortization of Program Contract Costs | 31,019 | 28,896 | 28,047 | 27,561 | 115,523 |
| Less: Cash taxes Received (Paid) | (195) | (76,898) | (15,673) | (20,895) | (113,661) |
| Less: Cash Film Payments | (28,600) | (28,552) | (27,347) | (26,971) | (111,470) |
| Less: Capital Expenditures | (20,773) | (12,733) | (20,535) | (26,223) | (80,264) |
| Free Cash Flow | \$113,399 | \$59,490 | \$92,778 | \$117,660 | \$383,327 |
| Adjustment for transaction, legal and other one-time expense (net of tax) | \$0 | \$5,485 | \$6,966 | \$17,944 | \$30,395 |
| Adjusted Free Cash Flow | \$113,399 | \$64,975 | \$99,744 | \$135,604 | \$413,722 |
| Weighted Average Common and Common Equivalent Shares Outstanding | 93,693 | 103,665 | 103,055 | 102,615 | 102,615 |
| <u>EBITDA (in thousands)</u> | | | | | |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$57,202 | \$44,643 | \$30,640 | \$443,528 | \$576,013 |
| Add: Inc (Loss) from Non Controlling Interests | 13,501 | 1,392 | 1,927 | 1,270 | 18,090 |
| Add: Provision (Benefit) for Income Taxes | 28,579 | 24,879 | 17,118 | (145,937) | (75,361) |
| Add: Other Expenses (Income) | (722) | 40 | (466) | (1,723) | (2,871) |
| Add: Loss (Income) from Equity Investments | 1,321 | (1,462) | 4,362 | 9,698 | 13,919 |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | 1,152 | (15) | 0 | 0 | 1,137 |
| Add: Loss (Gain) on Derivative Instrument | 0 | 0 | 0 | 0 | 0 |
| Add: Interest Expense | 57,314 | 50,959 | 51,743 | 52,295 | 212,312 |
| Less: Interest Income | (722) | (1,588) | (1,877) | (1,552) | (5,739) |
| Add: Loss (Gain) on Sale of Assets | (53,347) | (150) | (34) | (225,341) | (278,872) |
| Add: Amortization of Intangible Assets & Other Assets | 45,554 | 43,377 | 43,368 | 46,523 | 178,822 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 23,982 | 23,603 | 24,442 | 25,077 | 97,104 |
| Add: Total Stock Based Compensation | 8,048 | 4,396 | 3,475 | 4,671 | 20,590 |
| Add: Amortization of Program Contract Costs | 31,019 | 28,896 | 28,047 | 27,561 | 115,523 |
| Less: Income (loss) from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Gain on Sale of Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash Film Payments | (28,600) | (28,552) | (27,347) | (26,971) | (111,470) |
| EBITDA | \$184,281 | \$190,418 | \$175,398 | \$209,099 | \$759,197 |
| Adjustment for transaction, legal and other one-time expense | \$0 | \$6,085 | \$8,769 | \$23,409 | \$38,263 |
| Adjusted EBITDA | \$184,281 | \$196,503 | \$184,167 | \$232,508 | \$797,460 |
| <u>Television Broadcast Cash Flow (in thousands)</u> | | | | | |
| EBITDA | \$184,281 | \$190,418 | \$175,398 | \$209,099 | \$759,197 |
| Less: Other Non-Media Revenues | (19,880) | (15,007) | (14,935) | (19,456) | (69,278) |
| Add: Other Non-Media Expenses | 17,248 | 14,731 | 14,945 | 18,279 | 65,202 |
| Add: Research and Development | 1,157 | 1,345 | 2,551 | 4,947 | 10,000 |
| Less: Corporate Stock Based Compensation Expense | (5,708) | (2,109) | (1,339) | (2,525) | (11,681) |
| Add: Corporate General & Administrative Expenses | 20,576 | 25,051 | 25,831 | 41,795 | 113,253 |
| TV Broadcast Cash Flow | \$197,674 | \$214,429 | \$202,452 | \$252,139 | \$866,694 |

| | Quarters Ended | | | | Full Year |
|---|-----------------------|------------------|------------------|------------------|------------------|
| Free Cash Flow (in thousands) | 3/31/16 | 6/30/16 | 9/30/16 | 12/31/16 | 2016 |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$24,137 | \$49,419 | \$50,844 | \$120,897 | \$245,297 |
| Add: Inc (Loss) from Non Controlling Interests | (61) | (58) | (59) | (41) | (219) |
| Add: Loss (Income) from Equity Investments | (423) | (943) | (1,423) | 1,054 | (1,735) |
| Add: Cash Distributions from Equity Investments | 2,609 | 1,604 | 4,424 | 2,652 | 11,289 |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | (28) | (397) | 23,630 | (49) | 23,156 |
| Add: Loss (Gain) on Derivative Instrument | 0 | 0 | 0 | 0 | 0 |
| Add: Tax Provision (Benefit) | 12,180 | 26,605 | 26,986 | 56,357 | 122,128 |
| Add: Amortization of Deferred Financing & Bond Discounts/Premiums | 2,403 | 2,523 | 2,334 | 2,333 | 9,593 |
| Add: Loss (Gain) on Sale of Assets | (2,660) | (11) | (3,311) | (47) | (6,029) |
| Add: Amortization of Intangible Assets & Other Assets | 43,765 | 45,626 | 47,807 | 46,598 | 183,796 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 24,036 | 24,410 | 25,886 | 24,199 | 98,531 |
| Add: Total Stock Based Compensation | 6,593 | 3,871 | 3,779 | 3,711 | 17,954 |
| Add: Amortization of Program Contract Costs | 33,460 | 30,821 | 32,441 | 31,158 | 127,880 |
| Add: Free Cash Flow from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash taxes Received (Paid) | (3,173) | (28,585) | (36,600) | (27,796) | (96,154) |
| Less: Income (loss) from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Gain on Sale of Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash Film Payments | (28,615) | (28,626) | (27,383) | (26,880) | (111,504) |
| Less: Capital Expenditures | (25,850) | (23,936) | (18,815) | (25,865) | (94,466) |
| Free Cash Flow | \$88,373 | \$102,323 | \$130,540 | \$208,281 | \$529,517 |
| Weighted Average Common and Common Equivalent Shares Outstanding | 95,614 | 95,934 | 94,766 | 91,357 | 91,357 |
| EBITDA (in thousands) | | | | | |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$24,137 | \$49,419 | \$50,844 | \$120,897 | \$245,297 |
| Add: Inc (Loss) from Non Controlling Interests | 1,490 | 1,182 | 1,188 | 1,604 | 5,464 |
| Add: Provision (Benefit) for Income Taxes | 12,180 | 26,605 | 26,986 | 56,357 | 122,128 |
| Add: Other Expenses (Income) | (129) | (411) | (425) | (330) | (1,295) |
| Add: Loss (Income) from Equity Investments | (423) | (943) | (1,423) | 1,054 | (1,735) |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | (28) | (397) | 23,630 | (49) | 23,156 |
| Add: Loss (Gain) on Derivative Instrument | 0 | 0 | 0 | 0 | 0 |
| Add: Interest Expense | 49,415 | 53,916 | 53,488 | 54,324 | 211,143 |
| Less: Interest Income | (305) | (296) | (295) | (410) | (1,306) |
| Add: Loss (Gain) on Sale of Assets | (2,660) | (11) | (3,311) | (47) | (6,029) |
| Add: Amortization of Intangible Assets & Other Assets | 43,765 | 45,626 | 47,807 | 46,598 | 183,796 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 24,036 | 24,410 | 25,886 | 24,199 | 98,531 |
| Add: Total Stock Based Compensation | 6,593 | 3,871 | 3,779 | 3,711 | 17,954 |
| Add: Amortization of Program Contract Costs | 33,460 | 30,821 | 32,441 | 31,158 | 127,880 |
| Less: Income (loss) from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Gain on Sale of Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash Film Payments | (28,615) | (28,626) | (27,383) | (26,880) | (111,504) |
| EBITDA | \$162,916 | \$205,166 | \$233,212 | \$312,186 | \$913,480 |
| Television Broadcast Cash Flow (in thousands) | | | | | |
| EBITDA | \$162,916 | \$205,166 | \$233,212 | \$312,186 | \$913,480 |
| Less: Other Non-Media Revenues | (21,056) | (26,262) | (26,504) | (28,011) | (101,833) |
| Add: Other Non-Media Expenses | 17,696 | 19,758 | 20,488 | 22,703 | 80,645 |
| Add: Research and Development | 1,101 | 1,209 | 745 | 1,030 | 4,085 |
| Less: Corporate Stock Based Compensation Expense | (4,482) | (1,809) | (1,732) | (1,688) | (9,711) |
| Add: Corporate General & Administrative Expenses | 21,341 | 14,279 | 19,052 | 18,884 | 73,556 |
| TV Broadcast Cash Flow | \$177,516 | \$212,341 | \$245,261 | \$325,104 | \$960,222 |

| | Quarters Ended | | | | Full Year |
|---|-----------------------|-----------------|-----------------|------------------|------------------|
| Free Cash Flow (in thousands) | 3/31/15 | 6/30/15 | 9/30/15 | 12/31/15 | 2015 |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$24,282 | \$45,787 | \$43,255 | \$58,206 | \$171,529 |
| Add: Inc (Loss) from Non Controlling Interests | (67) | 190 | 57 | 57 | 237 |
| Add: Loss (Income) from Equity Investments | (3,146) | (2,007) | (251) | 4,441 | (963) |
| Add: Cash Distributions from Equity Investments | 4,689 | 5,605 | 3,148 | 13,215 | 26,657 |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | 0 | (169) | 23 | (17) | (163) |
| Add: Loss (Gain) on Derivative Instrument | 22 | 10 | 4 | 1 | 37 |
| Add: Tax Provision (Benefit) | 16,427 | 23,334 | 7,210 | 10,722 | 57,693 |
| Add: Amortization of Deferred Financing & Bond Discounts/Premiums | 2,166 | 2,340 | 2,645 | 2,500 | 9,651 |
| Add: Loss (Gain) on Sale of Assets | 0 | 0 | 306 | (28) | 278 |
| Add: Amortization of Intangible Assets & Other Assets | 39,980 | 39,445 | 40,014 | 42,014 | 161,453 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 25,189 | 25,273 | 25,475 | 27,496 | 103,433 |
| Add: Total Stock Based Compensation | 7,058 | 4,519 | 3,203 | 3,532 | 18,312 |
| Add: Amortization of Program Contract Costs | 30,391 | 29,782 | 29,843 | 34,604 | 124,620 |
| Add: Free Cash Flow from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash taxes Received (Paid) | (14,478) | (38,253) | (30,633) | (23,420) | (106,784) |
| Less: Income (loss) from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Gain on Sale of Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash Film Payments | (27,624) | (28,052) | (26,917) | (26,464) | (109,057) |
| Less: Capital Expenditures | (23,647) | (23,415) | (25,421) | (18,939) | (91,422) |
| Free Cash Flow | \$81,242 | \$84,389 | \$71,961 | \$127,920 | \$365,511 |

Weighted Average Common and Common Equivalent Shares Outstanding

| | | | | |
|---------------|---------------|---------------|---------------|---------------|
| 95,771 | 96,050 | 95,692 | 95,405 | 95,728 |
|---------------|---------------|---------------|---------------|---------------|

EBITDA (in thousands)

| | | | | | |
|---|------------------|------------------|------------------|------------------|------------------|
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$24,282 | \$45,787 | \$43,255 | \$58,206 | \$171,529 |
| Add: Inc (Loss) from Non Controlling Interests | 554 | 613 | 780 | 2,628 | 4,575 |
| Add: Provision (Benefit) for Income Taxes | 16,427 | 23,334 | 7,210 | 10,722 | 57,693 |
| Add: Other Expenses (Income) | (228) | (795) | 76 | (248) | (1,195) |
| Add: Loss (Income) from Equity Investments | (3,146) | (2,007) | (251) | 4,441 | (963) |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | 0 | (169) | 23 | (17) | (163) |
| Add: Loss (Gain) on Derivative Instrument | 22 | 10 | 4 | 1 | 37 |
| Add: Interest Expense | 46,648 | 47,663 | 48,564 | 48,569 | 191,445 |
| Less: Interest Income | (12) | (96) | (54) | (58) | (220) |
| Add: Loss (Gain) on Sale of Assets | 0 | 0 | 306 | (28) | 278 |
| Add: Amortization of Intangible Assets & Other Assets | 39,980 | 39,445 | 40,014 | 42,014 | 161,453 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 25,189 | 25,273 | 25,475 | 27,496 | 103,433 |
| Add: Total Stock Based Compensation | 7,058 | 4,519 | 3,203 | 3,532 | 18,312 |
| Add: Amortization of Program Contract Costs | 30,391 | 29,782 | 29,843 | 34,604 | 124,620 |
| Less: Income (loss) from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Gain on Sale of Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash Film Payments | (27,624) | (28,052) | (26,917) | (26,464) | (109,057) |
| EBITDA | \$159,541 | \$185,307 | \$171,531 | \$205,398 | \$721,777 |

Television Broadcast Cash Flow (in thousands)

| | | | | | |
|--|------------------|------------------|------------------|------------------|------------------|
| EBITDA | \$159,541 | \$185,307 | \$171,531 | \$205,398 | \$721,777 |
| Less: Other Non-Media Revenues | (19,066) | (20,624) | (21,620) | (34,545) | (95,855) |
| Add: Other Non-Media Expenses | 14,912 | 15,521 | 16,551 | 24,818 | 71,802 |
| Add: Research and Development | 2,515 | 4,237 | 4,803 | 881 | 12,436 |
| Less: Corporate Stock Based Compensation Expense | (5,346) | (2,791) | (1,612) | (1,896) | (11,645) |
| Add: Corporate General & Administrative Expenses | 16,016 | 14,154 | 15,903 | 18,173 | 64,246 |
| TV Broadcast Cash Flow | \$168,572 | \$195,804 | \$185,556 | \$212,829 | \$762,761 |

| Free Cash Flow (in thousands) | Quarters Ended | | | | Full Year |
|---|-----------------------|-----------------|-----------------|------------------|------------------|
| | 3/31/14 | 6/30/14 | 9/30/14 | 12/31/14 | 2014 |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$27,159 | \$41,335 | \$48,340 | \$95,444 | \$212,279 |
| Add: Inc (Loss) from Non Controlling Interests | (64) | (50) | (55) | (56) | (225) |
| Add: Loss (Income) from Equity Investments | (98) | (742) | (1,928) | 455 | (2,313) |
| Add: Cash Distributions from Equity Investments | 2,223 | 1,713 | 2,747 | 1,955 | 8,638 |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | (35) | (421) | (14) | 14,218 | 13,748 |
| Add: Loss (Gain) on Derivative Instrument | 0 | 4 | (39) | 20 | (15) |
| Add: Deferred Tax Provision (Benefit) | 14,820 | 23,074 | 7,524 | 52,014 | 97,432 |
| Add: Amortization of Deferred Financing & Bond Discounts/Premiums | 1,968 | 2,286 | 2,583 | 2,462 | 9,299 |
| Add: Loss (Gain) on Sale of Assets | 1 | 0 | 611 | (37,771) | (37,159) |
| Add: Amortization of Intangible Assets & Other Assets | 24,728 | 24,989 | 34,477 | 41,301 | 125,495 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 24,378 | 25,252 | 25,342 | 28,321 | 103,293 |
| Add: Total Stock Based Compensation | 4,780 | 3,651 | 3,004 | 2,809 | 14,244 |
| Add: Amortization of Program Contract Costs | 23,940 | 23,574 | 28,623 | 30,490 | 106,627 |
| Add: Free Cash Flow from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash taxes Received (Paid) | (3,947) | (25,682) | (26,154) | (43,795) | (99,578) |
| Less: Income (loss) from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Gain on Sale of Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash Film Payments | (23,966) | (23,414) | (22,124) | (24,177) | (93,681) |
| Less: Capital Expenditures | (11,908) | (14,681) | (31,564) | (23,306) | (81,459) |
| Free Cash Flow | \$83,979 | \$80,888 | \$71,373 | \$140,384 | \$376,625 |

| | | | | | |
|---|---------------|---------------|---------------|---------------|---------------|
| Weighted Average Common and Common Equivalent Shares Outstanding | 99,502 | 97,864 | 97,896 | 97,133 | 97,819 |
|---|---------------|---------------|---------------|---------------|---------------|

| | | | | | |
|---|------------------|------------------|------------------|------------------|------------------|
| EBITDA (in thousands) | | | | | |
| Net Income (Loss) Attributable to Sinclair Broadcast Group | \$27,159 | \$41,335 | \$48,340 | \$95,444 | \$212,279 |
| Add: Inc (Loss) from Non Controlling Interests | 498 | 266 | 427 | 1,646 | 2,837 |
| Add: Provision (Benefit) for Income Taxes | 14,820 | 23,074 | 7,524 | 52,014 | 97,432 |
| Add: Other Expenses (Income) | (870) | (532) | (543) | (2,084) | (4,029) |
| Add: Loss (Income) from Equity Investments | (98) | (742) | (1,928) | 455 | (2,313) |
| Add: Loss (Gain) from Extinguishment of Debt/Insurance Proceeds | (35) | (421) | (14) | 14,218 | 13,748 |
| Add: Loss (Gain) on Derivative Instrument | 0 | 4 | (39) | 20 | (15) |
| Add: Interest Expense | 39,538 | 40,121 | 47,951 | 47,253 | 174,862 |
| Less: Interest Income | (12) | (66) | (55) | (16) | (149) |
| Add: Loss (Gain) on Sale of Assets | 1 | 0 | 611 | (37,771) | (37,159) |
| Add: Amortization of Intangible Assets & Other Assets | 24,728 | 24,989 | 34,477 | 41,301 | 125,495 |
| Add: Depreciation & Amortization of Property, Plant & Equipment | 24,378 | 25,252 | 25,342 | 28,321 | 103,293 |
| Add: Total Stock Based Compensation | 4,780 | 3,651 | 3,004 | 2,809 | 14,244 |
| Add: Amortization of Program Contract Costs | 23,940 | 23,574 | 28,623 | 30,490 | 106,627 |
| Less: Income (loss) from Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Gain on Sale of Discontinued Operations, Net of Taxes | 0 | 0 | 0 | 0 | 0 |
| Less: Cash Film Payments | (23,966) | (23,414) | (22,124) | (24,177) | (93,681) |
| EBITDA | \$134,861 | \$157,091 | \$171,596 | \$249,923 | \$713,471 |

| | | | | | |
|--|------------------|------------------|------------------|------------------|------------------|
| Television Broadcast Cash Flow (in thousands) | | | | | |
| EBITDA | \$134,861 | \$157,091 | \$171,596 | \$249,923 | \$713,471 |
| Less: Other Non-Media Revenues | (14,388) | (17,043) | (17,907) | (20,317) | (69,655) |
| Add: Other Non-Media Expenses | 11,690 | 13,534 | 14,035 | 16,354 | 55,613 |
| Add: Research and Development | 0 | 1,583 | 2,383 | 2,951 | 6,917 |
| Less: Corporate Stock Based Compensation Expense | (3,358) | (2,237) | (1,382) | (1,424) | (8,401) |
| Add: Corporate General & Administrative Expenses | 15,835 | 15,820 | 14,608 | 16,233 | 62,496 |
| TV Broadcast Cash Flow | \$144,640 | \$168,748 | \$183,333 | \$263,720 | \$760,441 |

Total Indebtedness Ratio Calculation: (in thousands)

| Indebtedness (in thousands) | As of September, 2018 |
|---|----------------------------------|
| Debt on the Balance Sheet | \$3,902,256 |
| Less: Qualified Copco Cash on the Balance Sheet | (500,000) |
| Plus: Opco capital leases recorded in liabilities held for sale | 0 |
| Add: Other Misc. / Guarantees/ Letters of Credit | 54,522 |
| Less: SBG Indebtedness | (22,424) |
| Total OpCo Indebtedness as Defined by Bank Credit Agreement | \$3,434,354 |
| Less: Subordinated Indebtedness, net of premium | (\$2,377,819) |
| OpCo First Lien Indebtedness as Defined by Bank Credit Agreement | \$1,056,535 |

**Avg Trailing 8
Quarters Ended
September,
2018**

| | |
|--|------------------|
| Adjusted EBITDA (in thousands) | |
| EBITDA as calculated above | \$826,636 |
| Add: Adjusted Pro Forma EBITDA of Acquisitions | 24,548 |
| Add: Non-Cash Expenses (Income) | (917) |
| Add: Expenses (Income) from Other Non-Media | 11,715 |
| Add: Corporate Overhead & Misc. Adj. Per Bank Credit Agreement | 30,791 |
| Adjusted EBITDA as Defined by Bank Credit Agreement - STG | \$892,773 |

| | |
|--|-------------|
| First Lien Indebtedness Ratio (Senior Leverage) - STG | 1.18 |
| Covenant Requirement (Senior Indebtedness Ratio must be below): | 4.25 |

First Lien Indebtedness Ratio is First Lien Senior Indebtedness divided by Adjusted EBITDA for the average trailing eight quarters. Definitions for Adjusted EBITDA and First Lien Indebtedness are set forth in the Company's Bank Credit Agreement, as Amended and Restated most recently on January 3, 2017, and filed with the SEC.