

On December 18, 2013, Clear Channel Communications, Inc. (the “Company”) closed its previously announced offer to amend the Company’s senior secured credit facility pursuant to which Term Loan B lenders and/or Term Loan C lenders agreed to extend the maturity of a portion of their loans due 2016 through the creation of a new \$1.3 billion Term Loan E due July 30, 2019. The aggregate principal amount of term loans submitted for extension in the offer exceeded \$1.3 billion and, accordingly, the amount of each lender’s term loans that was accepted for extension was reduced by a proration factor of approximately 94.8632%. Upon the closing of the offer, the Company’s senior secured credit facility consisted of an approximately \$1.89 billion Term Loan B which matures on January 30, 2016, an approximately \$36.5 million Term Loan C which matures on January 30, 2016, a \$5.0 billion Term Loan D which matures on January 30, 2019 and a \$1.3 billion Term Loan E which matures on July 30, 2019.

The new Term Loan E has the same security and guarantee package as the outstanding Term Loans B, C and D and borrowings under the new Term Loan E bear interest at a rate equal to, at the Company’s option, adjusted LIBOR plus 7.50% or a base rate plus 6.50%.

INFORMATION PROVIDED FOR U.S. FEDERAL INCOME TAX PURPOSES: Solely for U.S. federal income tax purposes, CCU has determined that (i) the Term Loan E facility is “traded on an established market” within the meaning of section 1.1273-2(f) of the Treasury Regulations, and (ii) the “issue price” of the facility within the meaning of section 1.1273-2(b) of the Treasury Regulations is \$967.50 per \$1,000 face amount of the facility.