

Television Broadcasting

INDUSTRY SUMMARY

COGENT VALUATION identified **Television Broadcasting** publicly traded companies, IPOs, and recent M&A transactions within the Television Broadcasting industry, which provides a basis for market and transaction pricing that can be used by your firm in estimating market sentiment and its impact on your firm's value. Over the last year since September 30, 2016, the median 52-week share price return of the Television Broadcasting industry was 7.4%. Between September 30, 2015 and September 30, 2017, the median EV/EBITDA multiple decreased from 9.6 to 9.1. However, the median price-to-earnings multiple increased from 10.8 to 14.2 over the same period. The median revenue growth and EBITDA margins for the industry for the quarter were 0.9% and 25.0%, respectively.

Public Company Key Statistics

Median 52-Week
Return

7.4%

Median 3-Year CAGR
Return

-3.7%

Median EV/Revenue
Multiple

2.8x

Median EV/EBITDA
Multiple

9.1x

Median Price/Earnings
Multiple

14.2x

Median EV/Gross CF
Multiple

19.6x

Comparable Public Company Market Price Returns as of September 30, 2017

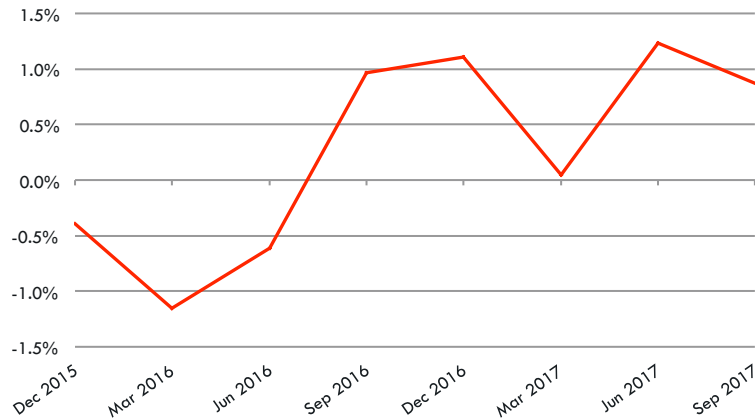
	YTD	3 Month	1 Year	2 Year	3 Year	2016	2015	2014
AMC Networks Inc.	2.0%	-9.0%	-11.6%	-19.2%	-4.6%	8.5%	17.1%	-6.4%
CBS Corporation	0.3%	-8.0%	17.2%	7.2%	0.9%	14.2%	-14.8%	-13.2%
Central European Media Enterprises Ltd.	56.9%	29.0%	89.6%	35.5%	12.4%	-4.6%	-16.2%	-16.4%
Crown Place VCT PLC	5.2%	5.5%	3.0%	-10.3%	-9.8%	-3.4%	-10.1%	-5.9%
Discovery Communications, Inc.	-5.8%	-11.2%	2.4%	-11.9%	-11.4%	-0.9%	-22.6%	-23.8%
Entrevision Communications	-5.7%	6.5%	-1.8%	-10.4%	2.0%	40.4%	19.0%	6.4%
Grupo Televisa, S.A.B.	16.7%	-6.1%	-6.4%	-20.8%	-10.8%	2.6%	-20.1%	12.6%
Scripps Networks Interactive, Inc.	-4.3%	-12.8%	9.7%	2.2%	-5.6%	3.7%	-26.7%	-12.9%
Twenty-First Century Fox, Inc.	1.1%	-12.5%	4.8%	-6.7%	-6.9%	4.9%	-29.3%	9.2%
Viacom, Inc.	-4.4%	-28.0%	-19.0%	-27.9%	-27.1%	-6.5%	-45.3%	-13.8%
Median of Industry Public Companies	0.7%	-8.5%	2.7%	-10.4%	-6.3%	3.1%	-18.2%	-9.6%

Multiple year periods are calculated as the average annual return.

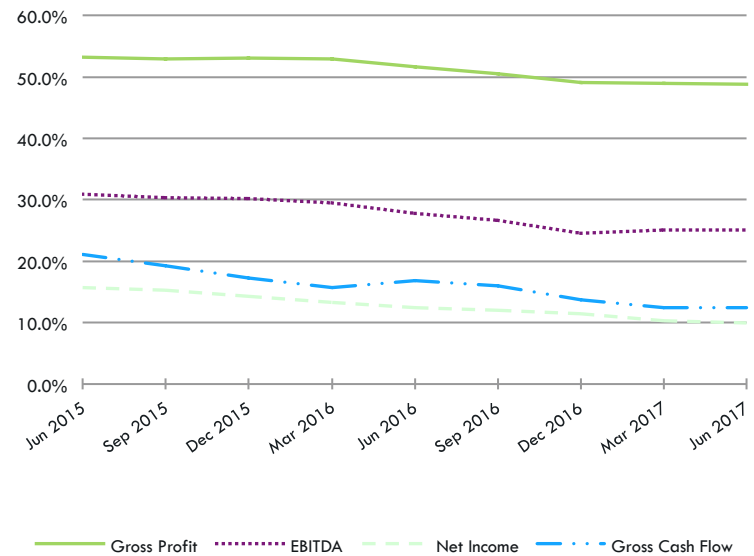
■ Highest Return
 ■ Lowest Return
 ■ Median Return

Industry Revenue Growth and Profit Margins for the Past Two Years

Median Quarterly Revenue Growth of All TV Broadcasting Companies



Median Gross Profit, EBITDA, Net Income, and Gross Cash Flow Margins



Public Company Median Multiples by Quarter

	9/30/17	6/30/17	3/31/17	12/31/16	9/30/16	6/30/16	3/31/16	12/31/15
EV/Revenues Multiple	2.8x	3.0x	3.0x	2.6x	2.6x	2.6x	2.7x	3.4x
EV/EBITDA Multiple	9.1x	9.4x	10.7x	9.9x	9.7x	9.6x	10.8x	10.1x
Price/Earnings Multiple	14.2x	14.1x	15.0x	15.9x	14.7x	15.8x	17.8x	15.3x
EV/Gross Cash Flows Multiple	19.6x	18.1x	20.2x	19.6x	18.5x	19.7x	21.8x	18.3x

 Highest Multiple

 Lowest Multiple

 Median Multiple

Industry Initial Public Offerings—Industry: Television Broadcasting (dollars in millions, except share prices)

Offer Date	Company Name	Offer Price	Shares Offered	Amount Raised	Total Assets	Debt	LTM Revenues	LTM EBITDA	LTM Net Income	LTM Cash Flows
5/31/16	GTN Limited	\$1.38	98.9	\$136.1	\$357.1	\$96.8	\$162.5	\$29.4	(\$24.1)	\$29.4
5/11/11	Phoenix New Media Limited	\$11.00	12.8	\$140.4	\$473.1	\$0.0	\$603.4	\$50.0	\$33.1	\$51.2
10/31/06	RR Media Ltd.	\$12.50	3.8	\$47.5	\$27.3	\$0.0	\$40.5	\$11.9	\$7.0	\$13.8
5/31/06	CTC Media, Inc	\$14.00	24.7	\$345.9	\$288.5	\$21.2	\$273.6	\$133.7	\$72.0	\$137.0
3/23/06	Global Traffic Network Inc.	\$5.00	3.8	\$19.0	\$6.6	\$2.2	\$15.4	\$2.5	\$1.4	\$2.8
11/24/03	Nexstar Media Group, Inc.	\$14.00	10.0	\$140.0	\$557.2	\$462.7	\$270.1	\$103.3	(\$96.5)	\$115.9
9/23/03	Journal Communications, Inc.	\$15.00	17.3	\$258.8	\$742.9	\$75.0	\$824.6	\$167.2	\$61.6	\$212.8
5/31/16	Median of all IPOs	nm	nm	\$140.0	\$357.1	\$21.2	\$270.1	\$50.0	\$7.0	\$51.2

Multiple year periods are calculated as the average annual return.

■ Highest Return
 ■ Lowest Return
 ■ Median Return

Recent Merger and Acquisition Transactions for a Majority Stake (dollars in millions)

Transaction Date	Target	Acquirer	Transaction Size	% Bought
8/31/17	Asia Television Limited	Rende Finance Limited	\$64.4	52%
4/25/17	RCN Corporation	TPG Capital, L.P.	\$1,600.0	100%
2/1/17	Starz	Lions Gate Entertainment	\$4,207.1	95%
12/8/16	Boxer TV Access AB	Com Hem Holding AB	\$191.2	100%
9/30/16	HC Operating Company, LLC	WideOpenWest Finance	\$53.0	100%
7/1/16	Caribbean Asset Holdings LLC	Atlantic Tele-Network	\$144.0	100%
7/1/16	Junkee Media Pty Ltd	oOh!media Limited	\$8.2	85%
6/21/16	Cablevision Systems Corp.	BC Partners	\$19,433.3	100%
5/1/16	KFXL (FOX) and KHGI	Sinclair Broadcast Group	\$31.3	100%

■ USA
 ■ International
 ■ Highest
 ■ Lowest
 ■ Median

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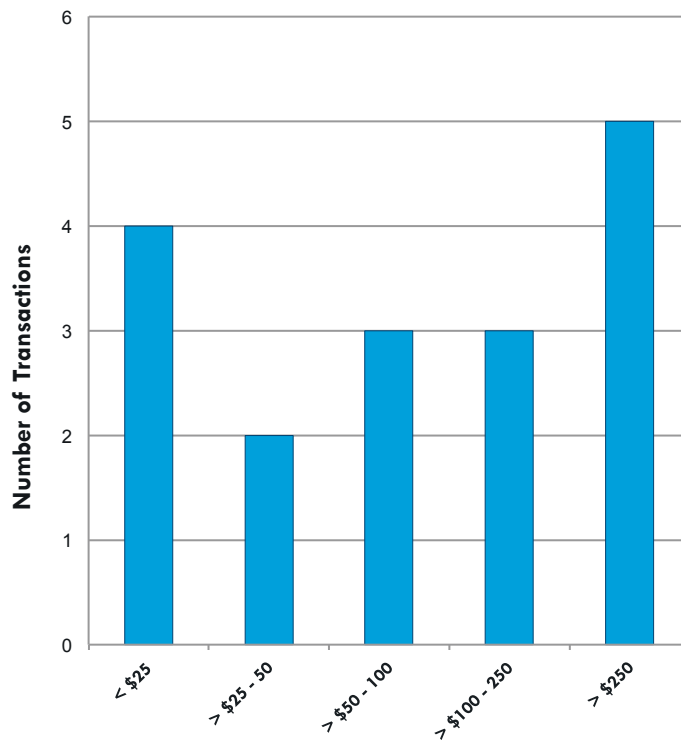
Recent Merger and Acquisition Transactions for a Majority Stake (dollars in millions)

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Transaction Date	Target	Acquirer	Transaction Size	% Bought
4/1/16	Shaw Media Inc.	Corus Entertainment Inc.	\$1,867.9	100%
3/1/16	The Tennis Channel	Sinclair Broadcast Group	\$350.0	100%
2/29/16	UTV Ltd.	ITV Broadcasting Limited	\$154.8	100%
2/1/16	Reiten Television	Nexstar Broadcasting Group	\$44.0	100%
1/26/16	Joker Productions	Splendid Entertainment	\$4.1	100%
1/4/16	International Broadcast Corp.	Spanish Broadcasting System	\$1.9	100%
12/7/15	TV3 Television Network	UPC Ireland B.V.	\$96.6	100%
12/1/15	K4 Media Holdings, LLC	Maxair Media, LLC	\$1.3	100%
4/1/16	Shaw Media Inc.	Corus Entertainment Inc.	\$98.2	100%
Median of the 18 M&A Transaction Targets			\$96.6	100%

USA
 International
 Highest
 Lowest
 Median

Recent Merger and Acquisition Transactions for a Majority Stake (dollars in millions) as of September 30, 2017



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Definitions of Financial Terms Used in this Quarterly Industry Update: Enterprise Value (EV): Market Value of Equity + Market Value of Debt
—Cash Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA): Profitability metric sometimes also referred to as operating profit or operating earnings.

Gross Cash Flows: Net Income + Depreciation and Amortization Expense Latest Twelve Months (LTM): Financial information is as of the latest twelve months through the date of this Quarterly Industry Update.

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