SPANISH BROADCASTING SYSTEM, INC. REPORTS RESULTS FOR THE SECOND QUARTER 2021

- Company Announces Triple-Digit Rebound in Revenues and Adjusted OIBDA -
- Radio Revenues and Adjusted OIBDA Surpass 2019 Levels -

MIAMI, **FLORIDA**, August 30, 2021 – Spanish Broadcasting System, Inc. (the “Company” or “SBS”) (OTC Pink: SBSAA) today reported financial results for the three- and six- months ended June 30, 2021.

Financial Highlights

(in thousands)			**%**		
	2021	**2020**	**Change**	**2021**	**2020**

Three Months Ended Results

Our consolidated net revenue totaled $36.2 million compared to $15.5 million for the same prior year period, resulting in an increase of approximately $20.7 million or 133%.

- Our radio segment net revenue totaled $33.1 million, an increase of $20.3 million or 160%. The increase in radio segment net revenue was primarily due to increases in all cash advertising revenue streams which continue to improve. Additionally, our radio segment net revenue exceeded the same period in 2019 despite the lack of major special events in 2021.

- Our television segment net revenue increased approximately $0.3 million or 11%, primarily due to an increase in local revenues.

Consolidated Adjusted OIBDA, a non-GAAP measure, totaled $12.2 million compared to $1.6 million for the same prior year period, representing an increase of $10.6 million.

- Our radio segment Adjusted OIBDA increased $13.2 million, primarily due to the in

About Spanish Broadcasting System, Inc.

Spanish Broadcasting System, Inc. (SBS) owns and operates radio stations located in the top U.S. Hispanic markets of New York, Los Angeles, Miami, Chicago, San Francisco, and Puerto Rico, airing the Tropical, Regional Mexican, Spanish Adult Contemporary, Top 40 and Urbano format genres. SBS also operates AIRE Radio Networks, a national radio platform of over 290 affiliated stations reaching 95% of the U.S. Hispanic audience. SBS also owns MegaTV, a network television operation with over-the-air, cable and satellite distribution and affiliates throughout the U.S. and Puerto Rico, produces a nationwide roster of live concerts and events, and owns a stable of digital properties, including La Musica, a mobile app providing Latino-focused audio and video streaming content and report to the SEC and our stock continues to trade on the OTC Pink Market. There may not be sufficient liquidity in the market for our securities in order for investors to sell their securities; the market price of our common stock may be volatile; changes in U.S. communications laws or other regulations may have an adverse effect on our business. Proposed legislation would require radio broadcasters to pay royalties to record labels and recording artists; the FCC vigorously enforces its indecency and other program content rules against the broadcast industry, which could have a material adverse effect on our business; our businesses depend upon licenses issued by the FCC, and if any of those licenses were not renewed or we were to be out of compliance with FCC regulations and policies, our business may be materially impaired; there is significant uncertainty regarding the FCC's media ownership rules, and any changes to such rules could restrict our ability to acquire broadcast stations; we may be adversely affected by comprehensive tax reform; new or changing federal, state or international privacy legislation or regulation could hinder the growth of our internet business; COVID-19 will likely have a negative effect on our business, financial position, results of operations, liquidity or cash flows but it is difficult to predict that impact with certainty.

We do not have any obligation to publicly update any forward-looking statements to reflect subsequent events or circumstances.

(Financial Tables Follow)

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Below are the Unaudited Condensed Consolidated Statements of Operations for the Three- and Six- Months ended June 30, 2021 and 2020.

	2021	2020	2021	2020
Net revenue	$ 36,174	$ 15,528	$ 60,817	$ 51,803
Station operating expenses	21,063	12,235	41,805	38,150
Corporate expenses	2,894	1,651	5,368	4,475
Depreciation and amortization	769	854	1,562	1,700
Loss (gain) on the disposal of assets	—	9	(198)	(3,177)
Recapitalization costs	—	1,011	420	2,695
Impairment charges	—	249	—	14,352
Other operating income	(1,190)	(10)	(9)	(10)
Operating income (loss)	12,638	(471)	11,869	(6,382)
Interest expense	(7,686)	(7,915)	(15,314)	(15,831)
Amortization of deferred financing costs	(476)	—	(713)	—
Dividends on Series B preferred stock classified as interest expense	—	(2,433)	(1,32C94 BD27	(3,117)—
Interest pense				

Non-GAAP Financial Measures

Adjusted Operating Income (Loss) before Depreciation and Amortization, Gain (loss) on the Disposal of Assets, Recapitalization Costs, Impairment Charges and Other Operating Expenses excluding non-cash stock-based compensation ("Adjusted OIBDA") is not a measure of performance or liquidity determined in accordance with Generally Accepted Accounting Principles ("GAAP") in the United States. However, we believe that this measure is useful in evaluating our performance because it reflects a measure of performance for our stations before considering costs and expenses related to our capital structure and dispositions. This measure is widely used in the broadcast industry to evaluate a company's operating performance and is used by us for internal budgeting purposes and to evaluate the performance of our stations, segments, management and consolidated operations. However, this measure should not be considered in isolation or as a substitute for Operating Income, Net Income, Cash Flows from Operating Activities or any other measure used in determining our operating performance or liquidity that is calculated in accordance with GAAP. In addition, because Adjusted OIBDA is not calculated in accordance with GAAP, it is not necessarily comparable to similarly titled measures used by other companies.

	Six Months Ended June 30, 2021			
	Consolidated	Radio	Television	Corporate
Adjusted OIBDA	**$ 13,645**	**20,241**	**(1,229)**	**(5,367)**
Less expenses excluded from Adjusted OIBDA but included in operating income (loss):				
Stock-based compensation	1	—	—	1
Depreciation and amortization	1,562	699	662	201
Gain on the disposal of assets, net	(198)	—	(198)	—
Recapitalization costs	420	—	—	420
Other operating (income) expense	(9)	17	—	(26)
Operating Income (Loss)	**$ 11,869**	**19,525**	**(1,693)**	**(5,963)**

	Six Months Ended June 30, 2020			
	Consolidated	Radio	Television	Corporate
Adjusted OIBDA	**$ 9,180**	**12,639**	**1,014**	**(4,473)**
Less expenses excluded from Adjusted OIBDA but included in operating income (loss):				
Stock-based compensation	2	—	—	2
Depreciation and amortization	1,700	887	693	120
(Gain) loss on the disposal of assets, net	(3,177)	1	(3,178)	—
Recapitalization costs	2,695	—	—	2,695
Impairment charges	14,352	14,352	—	—
Other operating income	(10)	(10)	—	—
Operating (Loss) Income	**$ (6,382)**	**(2,591)**	**3,499**	**(7,290)**