UNIVISION COMMUNICATIONS INC. ANNOUNCES 2017 SECOND QUARTER RESULTS

SECOND QUARTER 2017 TOTAL REVENUE OF $764.9 MILLION COMPARED TO $800.3 MILLION
SECOND QUARTER 2017 TOTAL CORE REVENUE OF $753.5 MILLION COMPARED TO $715.9 MILLION

SECOND QUARTER 2017 NET INCOME OF $106.1 MILLION COMPARED TO $74.7 MILLION

SECOND QUARTER 2017 ADJUSTED OIBDA OF $328.7 MILLION COMPARED TO $328.9 MILLION

NEW YORK, NY – August 3, 2017 – Univision Communications Inc. (the "Company"), the leading media company serving Hispanic America, today announced financial results for the second quarter ended June 30, 2017.

- Total revenue for the second quarter ended June 30, 2017 decreased 4.4% to $764.9 million compared to $800.3 million for the same period in 2016. Total core revenue for the second quarter ended June 30, 2017 increased 5.3% to $753.5 million compared to $715.9 million for the same period in 2016. On a pro forma basis[1] assuming all 2016 acquisitions occurred on January 1, 2016, total core revenue[2] increased 0.7% to $753.5 million from $748.5 million.
- Net income attributable to Univision Communications Inc. for the second quarter ended June 30, 2017 was $106.1 million compared to $74.7 million for the same period in 2016. Net income attributable to Univision Communications Inc. for the second quarter ended June 30, 2017 included a pretax gain on sale of assets, net of $16.6 million related to the resolution of the contingent consideration associated with a broadcast television station sale in 2014. Net income attributable to Univision Communications Inc. included a pretax charge for loss on extinguishment of debt of $0.3 million for the second quarter ended June 30, 2017 compared to $16.3 million for the second quarter ended June 30, 2016.
- Adjusted OIBDA[3] for the second quarter ended June 30, 2017 decreased 0.1% to $328.7 million compared to $328.9 million for the same period in 2016. On a pro forma basis assuming all 2016 acquisitions occurred on January 1, 2016, Adjusted Core OIBDA[4] decreased 1.8% to $319.2 million from $325.0 million.
- The Company continues to deleverage and has reduced total indebtedness, net of cash and cash equivalents, by $214.3 million from December 31, 2016.

"I am very pleased with our quarterly results. Total revenue in the quarter was nearly $765 million and core revenue was up 5 percent. Net income increased $31 million and we continue to delever as evidenced by our reduction of net debt by approximately $200 million over the first half of the year." said Randy Falco, president and CEO of Univision Communications Inc. "Furthermore, our strong ratings performance as the number one Spanish-Language network in both the May and July sweeps positions us well to monetize our diverse assets and

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[1] The pro forma basis assumes the acquisition of our former joint venture partner's interest in Fusion Media Networks, LLC ("Fusion acquisition") and the acquisition of certain digital media assets and assumed liabilities of the Gawker Media Group, Inc. and related companies ("Gawker Media acquisition") occurred on January 1, 2016. The Onion is a component of the Company's actual financial results effective January 1, 2016.
[2] Total core revenue excludes estimated incremental major soccer advertising revenue in 2016, and political/advocacy advertising and content licensing revenue in both periods. These items have been excluded to allow for comparability between both periods.
[3] See pages 11-15 for a description of the non-GAAP term Adjusted OIBDA, a reconciliation to net income attributable to Univision Communications Inc. and subsidiaries and limitations on its use.
[4] Adjusted Core OIBDA excludes the estimated incremental impact of major soccer in 2016, and political/advocacy advertising and content licensing revenue in both periods. These items have been excluded to allow for comparability between both periods.

premier brand. We are also focused on driving our next phase of growth by leveraging emerging technologies and unique consumer experiences as the media and technology industries continue to converge."

The following tables set forth the Company's financial performance for the three months ended June 30, 2017 and 2016.

	Consolidated			Media Networks			Radio		
(*Unaudited, in thousands*)	Three months ended June 30,			Three months ended June 30,			Three months ended June 30,		
	2017	2016	% Var	2017	2016	% Var	2017	2016	% Var
Total Revenue									
Total revenue	$764,900	$800,300	(4.4)%	$698,100	$727,200	(4.0)%	$66,800	$73,100	(8.6)%
Major soccer[5]	-	(66,400)	(100.0)%	-	(66,400)	(100.0)%	-	-	-
Political/advocacy[6]	(10,400)	(10,000)	4.0%	(7,600)	(7,800)	(2.6)%	(2,800)	(2,200)	27.3%
Content licensing[7]	(1,000)	(8,000)	(87.5)%	(1,000)	(8,000)	(87.5)%	-	-	-
Total core revenue	753,500	715,900	5.3%	689,500	645,000	6.9%	64,000	70,900	(9.7)%
Pro forma adjustment	-	32,600	-	-	32,600	-	-	-	-
Total core revenue on a pro forma basis	$753,500	$748,500	0.7%	$689,500	$677,600	1.8%	$64,000	$70,900	(9.7)%
Advertising Revenue									
Advertising revenue	$468,300	$564,400	(17.0)%	$404,300	$493,900	(18.1)%	$64,000	$70,500	(9.2)%
Major soccer	-	(66,400)	(100.0)%	-	(66,400)	(100.0)%	-	-	-
Political/advocacy	(10,400)	(10,000)	4.0%	(7,600)	(7,800)	(2.6)%	(2,800)	(2,200)	27.3%
Core advertising revenue[8]	457,900	488,000	(6.2)%	396,700	419,700	(5.5)%	61,200	68,300	(10.4)%
Pro forma adjustment	-	11,700	-	-	11,700	-	-	-	-
Core advertising revenue on a pro forma basis	$457,900	$499,700	(8.4)%	$396,700	$431,400	(8.0)%	$61,200	$68,300	(10.4)%
Non-Advertising Revenue									
Non-advertising revenue	$296,600	$235,900	25.7%	$293,800	$233,200	26.0%	$2,800	$2,700	3.7%
Content licensing	(1,000)	(8,000)	(87.5)%	(1,000)	(8,000)	(87.5)%	-	-	-
Core non-advertising revenue[9]	295,600	227,900	29.7%	292,800	225,200	30.0%	2,800	2,700	3.7%
Pro forma adjustment	-	20,900	-	-	20,900	-	-	-	-
Core non-advertising revenue on a pro forma basis	$295,600	$248,800	18.8%	$292,800	$246,100	19.0%	$2,800	$2,700	3.7%

	Adjusted OIBDA			Adjusted Core OIBDA			Bank Credit Adjusted OIBDA[10]		
(*Unaudited, in thousands*)	Three months ended June 30,			Three months ended June 30,			Three months ended June 30,		
	2017	2016	% Var	2017	2016	% Var	2017	2016	% Var
Media Networks	$335,500	$327,100	2.6%	$328,500	$333,700	(1.6)%	$339,600	$332,800	2.0%
Radio	19,800	24,900	(20.5)%	17,300	22,800	(24.1)%	20,200	25,100	(19.5)%
Corporate	(26,600)	(23,100)	15.2%	(26,600)	(23,100)	15.2%	(22,900)	(20,200)	13.4%
Consolidated	328,700	328,900	(0.1)%	319,200	333,400	(4.3)%	336,900	337,700	(0.2)%
Pro forma adjustment	-	(8,400)	-	-	(8,400)	-	-	(8,400)	-
Pro forma basis	$328,700	$320,500	2.6%	$319,200	$325,000	(1.8)%	$336,900	$329,300	2.3%

[5] 2016 includes estimated incremental advertising revenue generated from the Copa America Centenario soccer tournament. Major soccer tournaments, including Copa America Centenario, generate estimated incremental revenue in the periods in which the programming airs from advertisers who purchase both major soccer and other advertising, and result in such advertisers shifting the timing within a year for their purchase of other advertising from periods in which the major soccer programming does not air. These estimated incremental revenues have been excluded to allow for comparability between both periods.
[6] Political/Advocacy revenue is subject to political cycles and the timing of advocacy campaigns. These items have been excluded to allow for comparability between both periods.
[7] Content licensing revenue is subject to the timing of revenue recognition of certain content licensing agreements as content is delivered. These items have been excluded to allow for comparability between both periods.
[8] Core advertising revenue excludes estimated incremental major soccer advertising revenue in 2016, and political/advocacy advertising revenue in both periods. These items have been excluded to allow for comparability between both periods.
[9] Core non-advertising revenue excludes content licensing revenue in both periods. These items have been excluded to allow for comparability between both periods.
[10] See pages 11-15 for a description of the non-GAAP term Bank Credit Adjusted OIBDA, a reconciliation to net income attributable to Univision Communications Inc. and subsidiaries and limitations on its use.

Consolidated

Revenue

Total revenue for the second quarter ended June 30, 2017, decreased 4.4% to $764.9 million, compared to $800.3 million for the same period in 2016. On a pro forma basis, total core revenue increased 0.7% to $753.5 million from $748.5 million. Below is a discussion of the Company's second quarter revenue by reporting segment.

Media Networks

Total revenue for our Media Networks segment for the second quarter ended June 30, 2017 decreased 4.0% to $698.1 million compared to $727.2 million for the same period in 2016. On a pro forma basis, our Media Networks segment total core revenue increased 1.8% to $689.5 million from $677.6 million primarily driven by subscriber fees, offset by lower advertising revenue in our network and local television businesses.

Media Networks advertising revenue for the second quarter ended June 30, 2017 decreased 18.1% to $404.3 million compared to $493.9 million for the same period in 2016 primarily driven by the Copa America Centenario soccer tournament in 2016, declines in network advertising due to weak scatter volume and softness in the Company's local television business, partially offset by growth in the Company's digital businesses attributable to the acquired businesses. In addition to the estimated incremental advertising revenue for the Copa America Centenario soccer tournament, we believe that advertisers who purchased both Copa America Centenario advertising and other advertising may have shifted the timing of their purchases to the second quarter of 2016 from other periods within the year. The following table sets forth the Company's Media Networks segment advertising revenue for the three months ended June 30, 2017 and 2016.

	Consolidated Media Networks			Television			Digital		
(*Unaudited, in thousands*)	Three months ended June 30,			Three months ended June 30,			Three months ended June 30,		
	2017	2016	% Var	2017	2016	% Var	2017	2016	% Var
Advertising Revenue									
Advertising revenue	$404,300	$493,900	(18.1)%	$368,500	$468,100	(21.3)%	$35,800	$25,800	38.8%
Major soccer	-	(66,400)	(100.0)%	-	(60,000)	(100.0)%	-	(6,400)	(100.0)%
Political/advocacy	(7,600)	(7,800)	(2.6)%	(7,100)	(7,300)	(2.7)%	(500)	(500)	-
Core advertising revenue	396,700	419,700	(5.5)%	361,400	400,800	(9.8)%	35,300	18,900	86.8%
Pro forma adjustment	-	11,700	-	-	900	-	-	10,800	-
Core advertising revenue on a pro forma basis	$396,700	$431,400	(8.0)%	$361,400	$401,700	(10.0)%	$35,300	$29,700	18.9%

Media Networks non-advertising revenue (which is primarily comprised of subscriber fee revenue, content licensing revenue and other contractual revenue) was $293.8 million for the second quarter ended June 30, 2017 compared to $233.2 million for the same period in 2016, an increase of $60.6 million or 26.0%. Subscriber fee revenue was $259.2 million for the second quarter ended June 30, 2017 compared to $196.6 million for the same period in 2016, an increase of $62.6 million, or 31.8%, primarily due to distribution agreement renewals and contractual rate increases. In addition, the growth was partially driven by the consolidation of Fusion into the Company's financial results. Content licensing revenue was $1.0 million for the second quarter ended June 30, 2017 compared to $8.0 million for the same period in 2016, a decrease of $7.0 million primarily due to the timing of revenue recognition of certain content licensing agreements. Other contractual revenue was $33.6 million for the second quarter ended June 30, 2017 compared to $28.6 million for the same period in 2016, an increase of $5.0 million. On a pro forma basis, core non-advertising revenue was $292.8 million for the second quarter ended June 30, 2017 compared to $246.1 million for the same period in 2016, an increase of $46.7 million or 19.0%.

Radio

Total revenue for our Radio segment for the second quarter ended June 30, 2017 decreased 8.6% to $66.8 million compared to $73.1 million for the same period in 2016. Total core revenue for our Radio segment decreased 9.7% to $64.0 million from $70.9 million.

Advertising revenue for the Radio segment for the second quarter ended June 30, 2017 decreased 9.2% to $64.0 million from $70.5 million for the same period in 2016. Core advertising revenue for our Radio segment decreased 10.4% to $61.2 million from $68.3 million, driven by declines in National, Network and Local advertising revenue.

Non-advertising revenue for the Radio segment for the second quarter ended June 30, 2017 (which was primarily comprised of other contractual revenue) increased to $2.8 million from $2.7 million for the same period in 2016.

Expenses

Below is a discussion of the Company's second quarter expenses on a consolidated basis.

Direct operating expenses related to programming, excluding variable program license fees, for the second quarter ended June 30, 2017 decreased $29.3 million or 15.5% to $159.2 million from $188.5 million for the same period in 2016. The decrease was primarily due to costs associated with the Copa America Centenario soccer tournament of $76.3 million in 2016 which did not recur in 2017 and a decrease in the costs of news programming of $1.5 million, partially offset by an increase in other sports programming of $20.9 million, an increase in entertainment programming of $16.0 million and expenses of the acquired businesses of $11.6 million. The increase in entertainment and sports programming and the expenses of the acquired businesses reflect investments the Company has made in content to diversify its video content and complement Televisa programming. Direct operating expenses related to programming, excluding variable program license fees, on a pro forma basis, decreased $57.6 million or 26.6%.

Direct operating expenses related to the variable program license fees for the second quarter ended June 30, 2017 decreased 10.4% to $73.8 million from $82.4 million for the same period in 2016 due to decreased revenue.

Other direct operating expenses for the second quarter ended June 30, 2017 increased 15.7% to $23.6 million from $20.4 million for the same period in 2016. The other direct operating expenses of the acquired businesses were $2.7 million for the second quarter ended June 30, 2017. Other direct operating expenses, on a pro forma basis, increased $1.6 million or 7.3%.

Selling, general and administrative expenses for the second quarter ended June 30, 2017 increased 2.6% to $193.4 million in 2017 from $188.5 million for the same period in 2016. The $4.9 million increase in selling, general and administrative expenses is comprised of an increase of $14.1 million from acquired businesses and the costs associated with the renewal of certain contracts, offset by reductions in employee and other expenses. Selling, general and administrative expenses, on a pro forma basis, decreased $6.2 million or 3.1%.

Acquired Businesses[11]

Presented below are the unaudited pro forma results for the three months ended June 30, 2016 of the Fusion and Gawker Media acquisitions. Pro forma results are based on the assumption that the Fusion and Gawker Media acquisitions occurred on January 1, 2016.

(*Unaudited, in thousands*)	**Three months ended June 30, 2016 Pro forma**
Net advertising revenue	$11,700
Subscriber fees	15,100
Other revenue	5,800
Total revenue	32,600
Direct operating expenses - programming	28,300
Direct operating expenses - other	1,600
Selling, general and administrative expenses	11,100
Total direct operating expenses and SG&A	41,000
Adjusted OIBDA	$(8,400)

Selected Cash Flow/Balance Sheet Information

For the six months ended June 30, 2017, cash flows provided by operating activities were $261.2 million compared to $210.7 million for the six months ended June 30, 2016. Capital expenditures totaled $32.7 million for the six months ended June 30, 2017 and $43.8 million for the six months ended June 30, 2016. For the six months ended June 30, 2016, we had proceeds from the sale of assets of $102.3 million, primarily related to the sale of an office building in Los Angeles that included the leaseback of a portion of the space. As of June 30, 2017, total indebtedness, net of cash and cash equivalents was $8.6 billion, a $214.3 million decrease from December 31, 2016.

[11] The Onion is a component of the Company's actual financial results effective January 1, 2016.

CONFERENCE CALL

Univision will conduct a conference call to discuss its second quarter financial results at 11:00 a.m. ET/8:00 a.m. PT on Thursday, August 3, 2017. To participate in the conference call, please dial (866) 547-1509 (within U.S.) or (920) 663-6208 (outside U.S.) fifteen minutes prior to the start of the call and provide the following pass code: 37693718. A playback of the conference call will be available beginning at 2:00 p.m. ET, Thursday, August 3, 2017, through Thursday, August 10, 2017. To access the playback, please dial (800) 585-8367 (within U.S.) or (404) 537-3406 (outside U.S.) and enter reservation number 37693718.

About Univision Communications Inc.

Univision Communications Inc. (UCI) is the leading media company serving Hispanic America. The Company, a leading content creator in the U.S., includes *Univision Network*, one of the leading networks in the U.S. regardless of language and the most-watched Spanish-language broadcast television network in the country available in approximately 91% of U.S. Hispanic television households; *UniMás*, a leading Spanish-language broadcast television network available in approximately 85% of U.S. Hispanic television households; Univision Cable Networks, including *Galavisión*, the most-watched U.S. Spanish-language entertainment cable network, as well as *UDN* (*Univision Deportes Network*), the most-watched U.S. Spanish-language sports cable network, *Univision tlnovelas*, a 24-hour Spanish-language cable network dedicated to telenovelas, *ForoTV*, a 24-hour Spanish-language cable network dedicated to international news, and an additional suite of cable offerings - *De Película*, *De Película Clásico*, *Bandamax*, *Ritmoson* and *Telehit*; Univision Local Media, which owns and/or operates 59 television stations and 64 radio stations in major U.S. Hispanic markets and Puerto Rico; and *Univision Now*, a direct-to-consumer, on demand and live streaming subscription service. The Company also includes the *Fusion Media Group* (*FMG*), a division that serves young, diverse audiences. *FMG* includes two cable networks: news and lifestyle English language network *FUSION TV* and UCI's interest in *El Rey Network*, a general entertainment English language cable network; *Univision.com*, the most-visited Spanish-language website among U.S. Hispanics; *Uforia*, a music application featuring multimedia music content; as well as a collection of leading digital brands that span a range of categories: technology (*Gizmodo*), sports (*Deadspin*), music (*TrackRecord*), lifestyle (*Lifehacker*), modern women's interests (*Jezebel*), news and politics (*Splinter*), African American news and culture (*The Root*), gaming (*Kotaku*), and car culture (*Jalopnik*). *FMG* also includes the Company's interest in comedy and news satire brands *The Onion*, *Clickhole* and *The A.V. Club*. Headquartered in New York City, UCI has content creation facilities and sales offices in major cities throughout the United States. For more information, please visit corporate.univision.com.

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Safe Harbor

Certain statements contained within this press release constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. In some cases you can identify forward-looking statements by terms such as “anticipate,” “plan,” “may,” “intend,” “will,” “expect,” “believe,” “optimistic” or the negative of these terms, and similar expressions intended to identify forward-looking statements.

These forward-looking statements reflect the Company’s current views with respect to future events and are based on assumptions and are subject to risks and uncertainties. Also, these forward-looking statements present our estimates and assumptions only as of the date of this press release. The Company undertakes no obligation to modify or revise any forward-looking statements to reflect events or circumstances occurring after the date that the forward looking statement was made.

Factors that could cause actual results to differ materially from those expressed or implied by the forward-looking statements include: cancellations, reductions or postponements of advertising or other changes in advertising practices among the Company’s advertisers; any impact of adverse economic conditions on the Company’s industry, business and financial condition, including reduced advertising revenue; changes in the size of the U.S. Hispanic population, including the impact of federal and state immigration legislation and policies on both the U.S. Hispanic population and persons emigrating from Latin America; lack of audience acceptance of the Company’s content; varying popularity for programming, which the Company cannot predict at the time the Company may incur related costs; the failure to renew existing carriage agreements or reach new carriage agreements with multichannel video programming distributors (“MVPD”) on acceptable terms; consolidation in the cable or satellite MVPD industry; the impact of increased competition from new technologies; competitive pressures from other broadcasters and other entertainment and news media; damage to the Company’s brands, particularly the Univision brand, or reputation; fluctuations in the Company’s quarterly results, making it difficult to rely on period-to-period comparisons; failure to retain the rights to sports programming to attract advertising revenue; the loss of the Company’s ability to rely on Grupo Televisa S.A.B. and its affiliates (“Televisa”) for a significant amount of its network programming; an increase in royalty payments pursuant to the program license agreement between the Company and Televisa; the failure of the Company’s new or existing businesses to produce projected revenues or cash flows; failure to monetize the Company’s content on its digital platforms; the Company’s success in acquiring, investing in and integrating complementary businesses; failure to monetize the Company’s spectrum assets; the failure or destruction of satellites or transmitter facilities that the Company depends on to distribute its programming; disruption of the Company’s business due to network and information systems-related events, such as computer hackings, viruses, or other destructive or disruptive software or activities; inability to realize the full value of the Company’s intangible assets; failure to utilize the Company’s net operating loss carryforwards; the loss of key executives; possible strikes or other union job actions; piracy of the Company’s programming and other content; environmental, health and safety laws and regulations; Federal Communications Commission (“FCC”) media ownership rules; compliance with, and/or changes in, the rules and regulations of the FCC; new laws or regulations concerning retransmission consent or “must carry” rights; increased enforcement or enhancement of FCC indecency and other programming content rules; the impact of legislation on the reallocation of broadcast spectrum which may result in additional costs and affect the Company’s ability to provide competitive services; net losses in the future and for an extended period of time; the Company’s substantial indebtedness; failure to service the Company’s debt or inability to comply with the agreements contained in the Company’s senior secured credit facilities and indentures, including any financial covenants and ratios; the Company’s dependency on lenders to execute its business strategy and its inability to secure financing on suitable terms or at all; volatility and weakness in the capital markets; and risks relating to the Company’s ownership. Actual results may differ materially due to these risks and uncertainties. The Company assumes no obligation to update forward-looking information contained in this press release.

UNIVISION COMMUNICATIONS INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited and in thousands)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	**2016**	**2017**	**2016**
Revenue	$764,900	$800,300	$1,457,500	$1,460,700
Direct operating expenses	256,600	291,300	494,000	490,700
Selling, general and administrative expenses	193,400	188,500	381,300	356,300
Impairment loss	100	1,500	400	1,500
Restructuring, severance and related charges	7,100	5,800	14,900	13,500
Depreciation and amortization	48,700	45,700	97,000	90,000
Gain on sale of assets, net	(16,600)	—	(16,600)	—
Operating income	275,600	267,500	486,500	508,700
Other expense (income):				
Interest expense	107,400	128,500	217,100	260,500
Interest income	(3,000)	(2,800)	(5,900)	(5,400)
Amortization of deferred financing costs	2,400	4,000	5,700	8,000
Loss on extinguishment of debt	300	16,300	15,400	16,300
Loss (income) on equity method investments	700	5,500	(1,600)	8,200
Other	400	1,400	1,200	4,700
Income before income taxes	167,400	114,600	254,600	216,400
Provision for income taxes	61,900	41,200	94,200	77,900
Net income	105,500	73,400	160,400	138,500
Net loss attributable to noncontrolling interest	(600)	(1,300)	(3,800)	(2,900)
Net income attributable to Univision Communications Inc. and subsidiaries	$106,100	$74,700	$164,200	$141,400

UNIVISION COMMUNICATIONS INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS
(In thousands, except share and per-share data)

	June 30, 2017	December 31, 2016
	(Unaudited)	
ASSETS		
Current assets:		
Cash and cash equivalents	$75,100	$66,500
Accounts receivable, less allowance for doubtful accounts of $6,100 in 2017 and $7,300 in 2016	688,900	711,200
Program rights and prepayments	167,300	142,200
Prepaid expenses and other	61,000	50,500
Total current assets	992,300	970,400
Property and equipment, net	671,400	704,700
Intangible assets, net	3,150,400	3,181,100
Goodwill	4,717,400	4,716,500
Program rights and prepayments	121,400	120,200
Investments	152,000	148,700
Other assets	59,000	78,400
Total assets	$9,863,900	$9,920,000
LIABILITIES AND STOCKHOLDER'S DEFICIT		
Current liabilities:		
Accounts payable and accrued liabilities	$233,700	$281,800
Deferred revenue	83,000	69,700
Accrued interest	60,100	60,900
Current portion of long-term debt and capital lease obligations	393,700	574,000
Total current liabilities	770,500	986,400
Long-term debt and capital lease obligations	8,321,100	8,346,500
Deferred tax liabilities, net	603,200	533,100
Deferred revenue	398,900	427,800
Other long-term liabilities	165,100	142,700
Total liabilities	10,258,800	10,436,500
Redeemable noncontrolling interests	34,100	37,700
Stockholder's deficit:		
Common stock, $0.01 par value; 100,000 shares authorized in 2017 and 2016; 1,000 shares issued and outstanding at June 30, 2017 and December 31, 2016	—	—
Additional paid-in-capital	5,273,600	5,284,000
Accumulated deficit	(5,690,200)	(5,847,400)
Accumulated other comprehensive (loss) income	(13,400)	8,500
Total Univision Communications Inc. and subsidiaries stockholder's deficit	(430,000)	(554,900)
Noncontrolling interest	1,000	700
Total stockholder's deficit	(429,000)	(554,200)
Total liabilities, redeemable noncontrolling interests and stockholder's deficit	$9,863,900	$9,920,000

UNIVISION COMMUNICATIONS INC. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited and in thousands)

	Six Months Ended June 30,	
	2017	2016
Cash flows from operating activities:		
Net income	$160,400	$138,500
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	65,400	62,300
Amortization of intangible assets	31,600	27,700
Amortization of deferred financing costs	5,700	8,000
Deferred income taxes	84,700	71,600
Non-cash deferred advertising revenue	(30,600)	(30,900)
Non-cash PIK interest income	(5,800)	(5,300)
Non-cash interest rate swap	(2,600)	4,500
(Income) loss on equity method investments	(1,600)	8,200
Impairment loss	400	1,500
Non-cash loss on extinguishment of debt	500	(1,300)
Share-based compensation	13,700	10,200
Gain on sale of assets, net	(16,600)	—
Other non-cash items	(800)	100
Changes in assets and liabilities:		
Accounts receivable, net	38,300	(58,000)
Program rights and prepayments	(26,600)	4,300
Prepaid expenses and other	(10,900)	16,800
Accounts payable and accrued liabilities	(52,600)	(44,700)
Accrued interest	(900)	(4,400)
Deferred revenue	14,900	3,700
Other long-term liabilities	(2,900)	(6,700)
Other	(2,500)	4,600
Net cash provided by operating activities	261,200	210,700
Cash flows from investing activities:		
Capital expenditures	(32,700)	(43,800)
Proceeds from sale of fixed assets and other	2,500	102,300
Investments	(3,300)	(5,100)
Acquisition of business, net of cash	—	(23,300)
Acquisition of assets	(800)	—
Net cash (used in) provided by investing activities	(34,300)	30,100
Cash flows from financing activities:		
Proceeds from issuance of long-term debt	4,463,500	—
Proceeds from issuance of short-term debt	332,000	331,000
Payments of long-term debt and capital leases	(4,502,100)	(442,100)
Payments of short-term debt	(502,000)	(196,800)
Payments of refinancing fees	(600)	(500)
Dividend to Univision Holdings, Inc.	(19,700)	—
Capital contribution from Univision Holdings, Inc.	500	—
Capital proceeds from noncontrolling interest	500	500
Net cash used in financing activities	(227,900)	(307,900)
Net decrease in cash, cash equivalents and restricted cash	(1,000)	(67,100)
Cash, cash equivalents and restricted cash, beginning of period	80,300	114,400
Cash, cash equivalents and restricted cash, end of period	$79,300	$47,300

RECONCILIATION OF NET INCOME (LOSS) ATTRIBUTABLE TO UNIVISION COMMUNICATIONS INC.

Management of the Company evaluates operating performance for planning and forecasting future business operations by considering Adjusted OIBDA (as described below) and Bank Credit Adjusted OIBDA (as described below). Management also uses Bank Credit Adjusted OIBDA to assess the Company's ability to satisfy certain financial covenants contained in the Company's senior secured credit facilities and the indentures governing its senior notes. Adjusted OIBDA and Bank Credit Adjusted OIBDA eliminate the effects of certain items that the Company does not consider indicative of its core operating performance. Adjusted OIBDA represents operating income before depreciation, amortization and certain additional adjustments to operating income. In calculating Adjusted OIBDA the Company's operating income (loss) is adjusted for share-based compensation and other non-cash charges, restructuring and severance charges, as well as other non-operating related items. Bank Credit Adjusted OIBDA represents Adjusted OIBDA with certain additional adjustments permitted under the Company's senior secured credit facilities and its indentures governing the senior notes that include add-backs and/or deductions, as applicable, for specified business optimization expenses, income (loss) from equity investments in entities, the results of which are consolidated in the Company's operating income (loss), that are not treated as subsidiaries, and from subsidiaries designated as unrestricted subsidiaries, in each case under such credit facilities and indentures, and certain other expenses. Bank Credit Adjusted OIBDA is further adjusted for such purposes to give effect to the redesignation of unrestricted subsidiaries as restricted subsidiaries for the 12 month period then ended upon such redesignation. Adjusted OIBDA and Bank Credit Adjusted OIBDA are not, and should not be used as, indicators of or alternatives to operating income or net income (loss) as reflected in the consolidated financial statements. They are not measures of financial performance under GAAP and they should not be considered in isolation or as a substitute for measures of performance prepared in accordance with GAAP. Since the definition of both Adjusted OIBDA and Bank Credit Adjusted OIBDA may vary among companies and industries, neither should be used as a measure of performance among companies. The Company is providing a reconciliation of the non-GAAP terms Adjusted OIBDA and Bank Credit Adjusted OIBDA to net income (loss) attributable to Univision Communications Inc. and subsidiaries, which is the most directly comparable GAAP financial measure.

The tables below set forth a reconciliation of the non-GAAP terms Adjusted OIBDA and Bank Credit Adjusted OIBDA to net income attributable to Univision Communications Inc. and subsidiaries.

(Unaudited, in thousands)	Three Months Ended June 30, 2017			
	Media Networks	**Radio**	**Corporate**	**Consolidated**
Net income attributable to Univision Communications Inc. and subsidiaries				$106,100
Net loss attributable to noncontrolling interest				(600)
Net income				105,500
Provision for income taxes				61,900
Income before income taxes				167,400
Other expense (income):				
Interest expense				107,400
Interest income				(3,000)
Amortization of deferred financing costs				2,400
Loss on extinguishment of debt				300
Loss on equity method investments[12]				700
Other[13]				400
Operating income (loss)	$307,000	$17,500	$(48,900)	$275,600
Less expenses included in operating income (loss) but excluded from Adjusted OIBDA:				
Depreciation and amortization	40,300	2,000	6,400	48,700
Impairment loss[14]	100	—	—	100
Restructuring, severance and related charges	1,800	200	5,100	7,100
Gain on sale of assets, net[15]	(16,600)	—	—	(16,600)
Share-based compensation	2,900	100	5,800	8,800
Other adjustments to operating income (loss)[16]	—	—	5,000	5,000
Adjusted OIBDA	$335,500	$19,800	$(26,600)	$328,700

(Unaudited, in thousands)	Three Months Ended June 30, 2017			
	Media Networks	**Radio**	**Corporate**	**Consolidated**
Adjusted OIBDA	$335,500	$19,800	$(26,600)	$328,700
Less expenses included in Adjusted OIBDA but excluded from Bank Credit Adjusted OIBDA:				
Business optimization expense[17]	100	—	—	100
Adjustments for certain entities not treated as subsidiaries and subsidiaries designated as unrestricted subsidiaries under senior secured credit facilities and indentures[17]	2,700	—	—	2,700
Contractual adjustments under senior secured credit facilities and indentures[18]	1,300	400	3,700	5,400
Bank Credit Adjusted OIBDA	$339,600	$20,200	$(22,900)	$336,900

[12] Loss (income) on equity method investments relates primarily to El Rey.
[13] For the three and six months ended June 30, 2017, the Company incurred charges related to Univision Holdings, Inc.'s proposed initial public offering, acquisition costs, and accounts receivable facility costs, partially offset by dividends from unconsolidated investments. For the three and six months ended June 30, 2016, the Company incurred charges primarily related to acquisition costs and accounts receivable facility costs, partially offset by dividends from unconsolidated investments.
[14] During the three and six months ended June 30, 2017, the Company recorded a non-cash impairment loss of $0.1 million and $0.4 million, respectively, in the Media Networks segment related to the write-down of program rights. During the three and six months ended June 30, 2016, the Company recorded a non-cash impairment loss of $1.5 million in the Media Networks segment related to the write-down of program rights.
[15] During the three and six months ended June 30, 2017, the Company recorded a gain on sale of assets, net for the resolution of the contingent consideration associated with a broadcast television station sale in 2014.
[16] During the three and six months ended June 30, 2017, the Company recorded other adjustments to operating income (loss) primarily related to costs associated with the renewal of certain contracts. During the three and six months ended June 30, 2016, the Company recorded other adjustments to operating income (loss) primarily related to gains and losses on asset dispositions and letter of credit fees.
[17] Under the Company's credit agreement governing the Company's senior secured credit facilities and indentures governing the Company's senior notes, Bank Credit Adjusted OIBDA permits the add-back and/or deduction, as applicable, for specified business optimization expenses, income (loss) from equity investments in entities, the results of which are consolidated in the Company's operating income (loss), that are not treated as subsidiaries, and from subsidiaries designated as unrestricted subsidiaries, in each case under such credit facilities and indentures, and certain other expenses. "Business optimization expense" includes legal, consulting and advisory fees. "Unrestricted Subsidiaries" are several wholly-owned early stage ventures. The amounts for subsidiaries designated as unrestricted subsidiaries and certain entities that are not treated as subsidiaries under the Company's senior secured credit facilities and indentures governing the Company's senior notes above represent the residual elimination after the other permitted exclusions from Bank Credit Adjusted OIBDA. The Company may redesignate unrestricted subsidiaries as restricted subsidiaries at any time at its option, subject to compliance with the terms of the credit agreement and indentures. Bank Credit Adjusted OIBDA is further adjusted when giving effect to the redesignation of an unrestricted subsidiary as a restricted subsidiary for the 12 month period then ended upon such redesignation.
[18] Contractual adjustments under the Company's senior secured credit facilities relate to adjustments to operating income (loss) permitted under the Company's senior secured credit facilities and indentures governing the Company's senior notes primarily related to the treatment of the accounts receivable facility under GAAP that existed when the credit facilities were originally entered into.

(Unaudited, in thousands)	Six Months Ended June 30, 2017			
	Media Networks	Radio	Corporate	Consolidated
Net income attributable to Univision Communications Inc. and subsidiaries				$164,200
Net loss attributable to noncontrolling interest				(3,800)
Net income				160,400
Provision for income taxes				94,200
Income before income taxes				254,600
Other expense (income):				
Interest expense				217,100
Interest income				(5,900)
Amortization of deferred financing costs				5,700
Loss on extinguishment of debt				15,400
Income on equity method investments				(1,600)
Other				1,200
Operating income (loss)	$545,600	$26,000	$(85,100)	$486,500
Less expenses included in operating income (loss) but excluded from Adjusted OIBDA:				
Depreciation and amortization	79,900	4,100	13,000	97,000
Impairment loss	400	—	—	400
Restructuring, severance and related charges	8,400	1,100	5,400	14,900
Gain on sale of assets, net	(16,600)	—	—	(16,600)
Share-based compensation	4,700	200	8,800	13,700
Other adjustments to operating income (loss)	100	(200)	5,500	5,400
Adjusted OIBDA	$622,500	$31,200	$(52,400)	$601,300

(Unaudited, in thousands)	Six Months Ended June 30, 2017			
	Media Networks	Radio	Corporate	Consolidated
Adjusted OIBDA	$622,500	$31,200	$(52,400)	$601,300
Less expenses included in Adjusted OIBDA but excluded from Bank Credit Adjusted OIBDA:				
Business optimization expense	400	—	—	400
Adjustments for certain entities not treated as subsidiaries and subsidiaries designated as unrestricted subsidiaries under senior secured credit facilities and indentures	10,100	—	—	10,100
Contractual adjustments under senior secured credit facilities and indentures	1,700	400	7,300	9,400
Bank Credit Adjusted OIBDA	$634,700	$31,600	$(45,100)	$621,200

(Unaudited, in thousands)	Three Months Ended June 30, 2016			
	Media Networks	**Radio**	**Corporate**	**Consolidated**
Net income attributable to Univision Communications Inc. and subsidiaries				$74,700
Net loss attributable to noncontrolling interest				(1,300)
Net income				73,400
Provision for income taxes				41,200
Income before income taxes				114,600
Other expense (income):				
Interest expense				128,500
Interest income				(2,800)
Amortization of deferred financing costs				4,000
Loss on extinguishment of debt				16,300
Loss on equity method investments				5,500
Other				1,400
Operating income (loss)	$283,200	$21,700	$(37,400)	$267,500
Less expenses included in operating income (loss) but excluded from Adjusted OIBDA and Bank Credit Adjusted OIBDA:				
Depreciation and amortization	36,500	2,700	6,500	45,700
Impairment loss	1,500	—	—	1,500
Restructuring, severance and related charges	2,100	400	3,300	5,800
Share-based compensation	3,600	100	4,300	8,000
Other adjustments to operating income (loss)	200	—	200	400
Adjusted OIBDA	$327,100	$24,900	$(23,100)	$328,900

(Unaudited, in thousands)	Three Months Ended June 30, 2016			
	Media Networks	**Radio**	**Corporate**	**Consolidated**
Adjusted OIBDA	$327,100	$24,900	$(23,100)	$328,900
Less expenses included in Bank Credit Adjusted OIBDA but excluded from Adjusted OIBDA:				
Business optimization expense	500	—	200	700
Adjustments for certain entities not treated as subsidiaries and subsidiaries designated as unrestricted subsidiaries under senior secured credit facilities and indentures	4,500	—	—	4,500
Contractual adjustments under senior secured credit facilities and indentures	700	200	2,700	3,600
Bank Credit Adjusted OIBDA	$332,800	$25,100	$(20,200)	$337,700

(Unaudited, in thousands)	Six Months Ended June 30, 2016			
	Media Networks	**Radio**	**Corporate**	**Consolidated**
Net income attributable to Univision Communications Inc. and subsidiaries				$141,400
Net loss attributable to noncontrolling interest				(2,900)
Net income				138,500
Provision for income taxes				77,900
Income before income taxes				216,400
Other expense (income):				
Interest expense				260,500
Interest income				(5,400)
Amortization of deferred financing costs				8,000
Loss on extinguishment of debt				16,300
Loss on equity method investments				8,200
Other				4,700
Operating income (loss)	$551,100	$33,600	$(76,000)	$508,700
Less expenses included in operating income (loss) but excluded from Adjusted OIBDA and Bank Credit Adjusted OIBDA:				
Depreciation and amortization	72,100	4,800	13,100	90,000
Impairment loss	1,500	—	—	1,500
Restructuring, severance and related charges	1,700	1,200	10,600	13,500
Share-based compensation	4,400	200	5,600	10,200
Other adjustments to operating income (loss)	900	—	300	1,200
Adjusted OIBDA	$631,700	$39,800	$(46,400)	$625,100

(Unaudited, in thousands)	Six Months Ended June 30, 2016			
	Media Networks	**Radio**	**Corporate**	**Consolidated**
Adjusted OIBDA	$631,700	$39,800	$(46,400)	$625,100
Less expenses included in Bank Credit Adjusted OIBDA but excluded from Adjusted OIBDA:				
Business optimization expense	1,200	(300)	300	1,200
Adjustments for certain entities not treated as subsidiaries and subsidiaries designated as unrestricted subsidiaries under senior secured credit facilities and indentures	9,000	—	—	9,000
Contractual adjustments under senior secured credit facilities and indentures	3,900	300	6,900	11,100
Bank Credit Adjusted OIBDA	$645,800	$39,800	$(39,200)	$646,400

The following tables set forth the Company’s financial performance for the six months ended June 30, 2017 and 2016.

(*Unaudited, in thousands*)	Consolidated			Media Networks			Radio		
	Six months ended June 30,			Six months ended June 30,			Six months ended June 30,		
	2017	2016	% Var	2017	2016	% Var	2017	2016	% Var
Total Revenue									
Total revenue	$1,457,500	$1,460,700	(0.2)%	$1,335,500	$ 1,329,000	0.5%	$122,000	$131,700	(7.4)%
Major soccer	-	(66,400)	(100.0)%	-	(66,400)	(100.0)%	-	-	-
Political/advocacy	(18,300)	(18,200)	0.5%	(14,100)	(13,800)	2.2%	(4,200)	(4,400)	(4.5)%
Content licensing	(4,600)	(11,300)	(59.3)%	(4,600)	(11,300)	(59.3)%	-	-	-
Total core revenue	1,434,600	1,364,800	5.1%	1,316,800	1,237,500	6.4%	117,800	127,300	(7.5)%
Pro forma adjustment	-	59,200	-	-	59,200	-	-	-	-
Total core revenue on a pro forma basis	$1,434,600	$1,424,000	0.7%	$1,316,800	$1,296,700	1.6%	$117,800	$127,300	(7.5)%
Advertising Revenue									
Advertising revenue	$863,600	$993,400	(13.1)%	$746,300	$866,600	(13.9)%	$117,300	$126,800	(7.5)%
Major soccer	-	(66,400)	(100.0)%	-	(66,400)	(100.0)%	-	-	-
Political/advocacy	(18,300)	(18,200)	0.5%	(14,100)	(13,800)	2.2%	(4,200)	(4,400)	(4.5)%
Core advertising revenue	845,300	908,800	(7.0)%	732,200	786,400	(6.9)%	113,100	122,400	(7.6)%
Pro forma adjustment	-	21,800	-	-	21,800	-	-	-	-
Core advertising revenue on a pro forma basis	$845,300	$930,600	(9.2)%	$732,200	$808,200	(9.4)%	$113,100	$122,400	(7.6)%
Non-Advertising Revenue									
Non-advertising revenue	$593,900	$467,300	27.1%	$589,200	$ 462,400	27.4%	$4,700	$4,900	(4.1)%
Content licensing	(4,600)	(11,300)	(59.3)%	(4,600)	(11,300)	(59.3)%	-	-	-
Core non-advertising revenue	589,300	456,000	29.2%	584,600	451,100	29.6%	4,700	4,900	(4.1)%
Pro forma adjustment	-	37,400	-	-	37,400	-	-	-	-
Core non-advertising on a pro forma basis	$589,300	$493,400	19.4%	$584,600	$488,500	19.7%	$4,700	$4,900	(4.1)%

(*Unaudited, in thousands*)	Adjusted OIBDA			Adjusted Core OIBDA			Bank Credit Adjusted OIBDA		
	Six months ended June 30,			Six months ended June 30,			Six months ended June 30,		
	2017	2016	% Var	2017	2016	% Var	2017	2016	% Var
Media Networks	$622,500	$631,700	(1.5)%	$607,200	$631,200	(3.8)%	$634,700	$645,800	(1.7)%
Radio	31,200	39,800	(21.6)%	27,400	35,800	(23.5)%	31,600	39,800	(20.6)%
Corporate	(52,400)	(46,400)	12.9%	(52,400)	(46,400)	12.9%	(45,100)	(39,200)	15.1%
Consolidated	601,300	625,100	(3.8)%	582,200	620,600	(6.2)%	621,200	646,400	(3.9)%
Pro forma adjustment	-	(18,100)	-	-	(18,100)	-	-	(18,100)	-
Pro forma basis	$601,300	$607,000	(0.9)%	$582,200	$602,500	(3.4)%	$621,200	$628,300	(1.1)%

The following table sets forth the Company's Media Networks segment advertising revenue for the six months ended June 30, 2017 and 2016.

(*Unaudited, in thousands*)	Consolidated Media Networks Six months ended June 30,			Television Six months ended June 30,			Digital Six months ended June 30,		
	2017	2016	% Var	2017	2016	% Var	2017	2016	% Var
Advertising Revenue									
Advertising revenue	$746,300	$866,600	(13.9)%	$684,000	$820,700	(16.7)%	$62,300	$45,900	35.7%
Major soccer	-	(66,400)	(100.0)%	-	(60,000)	(100.0)%	-	(6,400)	(100.0)%
Political/advocacy	(14,100)	(13,800)	2.2%	(13,000)	(12,600)	3.2%	(1,100)	(1,200)	(8.3)%
Core advertising revenue	732,200	786,400	(6.9)%	671,000	748,100	(10.3)%	61,200	38,300	59.8%
Pro forma adjustment	-	21,800	-	-	1,700	-	-	20,100	-
Core advertising revenue on a pro forma basis	$732,200	$808,200	(9.4)%	$671,000	$749,800	(10.5)%	$61,200	$58,400	4.8%

The following table sets forth the Company's unaudited pro forma results for the six months ended June 30, 2016 of the Fusion and Gawker Media acquisitions. Pro forma results are based on the assumption that the Fusion and Gawker Media acquisitions occurred on January 1, 2016.

(*Unaudited, in thousands*)	Six months ended June 30, 2016 Pro forma
Net advertising revenue	$21,800
Subscriber fees	30,500
Other revenue	6,900
Total revenue	59,200
Direct operating expenses - programming	49,900
Direct operating expenses - other	3,300
Selling, general and administrative expenses	24,100
Total direct operating expenses and SG&A	77,300
Adjusted OIBDA	$(18,100)