

**SECTION III**  
**EXHIBIT 18**

**Eligible Entity Status**

Pursuant to FCC authority in FCC File Number BALH-20090818ABN, on November 10, 2009, WLGD(FM) was assigned from Sunrise Broadcasting, LLC ("Sunrise"), the Assignee in the instant application, to Carolina Broadcasting and Publishing, Inc., as Trustee ("Carolina Broadcasting"), the Assignor in the instant application.

The purpose of the assignment to Carolina Broadcasting was to satisfy the condition in FCC File Number BALH-20080718AFO which required Sunrise to file an application to assign at least one of Sunrise's FM stations in the Wilmington Radio Market to an "Eligible Entity" (as that term is defined in Promoting Diversification of Ownership in the Broadcasting Services, *Report and Order and Third Further Notice of Proposed Rule Making*, 23 FCC Rcd 5922 (2008)) or to an irrevocable divestiture trust for ultimate assignment to an eligible entity.

Pursuant to the terms of the Trust Agreement under which Carolina Broadcasting owns and operates WLGD(FM) as Trustee, the trust "shall remain in effect until ... [Sunrise] divests itself of attributable interests in a sufficient number of radio stations in the Wilmington market . . . to permit [Sunrise] to have an attributable interest in [WLGD(FM)] under the FCC's rules, in which case [Carolina Broadcasting] may, subject to the prior approval of the FCC, promptly assign [WLGD(FM)'s license and assets] to [Sunrise]."

As explained elsewhere in the instant application, pursuant to a contemporaneously filed assignment application, Sunrise is proposing the contingent and prior or simultaneous divestiture of its and its attributable parties' interests in one of its FM stations in the Wilmington Radio Market, WFSM(FM), Oak Island, NC. The divestiture of WFSM(FM) would permit Sunrise to own WLGD(FM) under the Commission's multiple ownership rules.

As set forth in the WFSM(FM) assignment application, the proposed assignee of WFSM(FM) is an Eligible Entity. Moreover, Sunrise's assignment of WFSM(FM) to an Eligible Entity is also in connection with the assignment of another station in the market, WUIN(FM), Carolina Beach, NC, to another Eligible Entity. As such, the contingent applications will result in the assignment of two FM stations in the market to two Eligible Entities.

Accordingly, while Sunrise does not claim Eligible Entity status in connection with the assignment of WLGD(FM) in the instant application, Sunrise hereby submits that its obligation to divest one of its FM stations in the Wilmington market to an Eligible Entity remains satisfied by virtue of Sunrise's contingent and prior or simultaneous divestiture of WFSM(FM) to an Eligible Entity.

\* \* \* \* \*