

## **ASSET PURCHASE AGREEMENT**

THIS ASSET PURCHASE AGREEMENT ("Agreement"), entered this 18<sup>th</sup> day of October, 2016 ("Agreement"), is entered into by and between **Friends of Christian Radio, Inc.**, an Indiana corporation (the "Seller"), and **Lafayette TV, LLC**, an Indiana Limited Liability Corporation (the "Buyer").

### **RECITALS**

A. Seller holds a Federal Communications Commission ("FCC") construction permit for a new FM translator station to serve the community of Albion, Michigan, W239CF (Facility ID No. 145220, FCC File No. BNPFT-20131021ADL) (the "Permit").

B. On the terms and conditions contained herein, and subject to the Communications Act of 1934, as amended, and the rules and published policies of the FCC promulgated thereunder (collectively, "Communications Laws"), Seller agreed to sell the Permit to Buyer and Buyer agrees to purchase the Permit from Seller.

### **AGREEMENT**

***NOW, THEREFORE***, in consideration of the foregoing mutual promises set forth in this Agreement, and for other good and valuable consideration, the receipt and sufficiency of which are acknowledged, Buyer and Seller agree as follows:

**Section 1. Sale of Assets.** On the Closing Date (as hereinafter defined), Seller shall sell, assign and transfer to Buyer, and Buyer shall purchase and assume from Seller, the Permit for the Translator issued by the FCC. Seller shall transfer the Permit to Buyer at the Closing free and clear of all liens, claims or encumbrances of every kind and nature. Buyer shall not assume any agreements, contracts, leases or any other commitments of Seller of any type or nature.

**Section 2. Consideration.** Buyer shall pay to Seller the aggregate sum of Thirty Eight Thousand and No/100 Dollars (\$38,000) (the "Purchase Price") in cash by wire transfer of immediately available funds. Concurrently with the execution of this Agreement, Buyer shall deliver to Seller a non-refundable deposit of Seventy Six Hundred and No/100 Dollars (\$7,600.00) (the "Deposit"). The Deposit shall be applied to the Purchase Price to be paid at Closing. All payments remitted under this Agreement shall be payable in U.S. Dollars by wire transfer of immediately available funds to an account, or accounts, designated in writing by Seller at least two (2) business days before the Buyer must remit the payments.

**Section 3. FCC Consent; Assignment Application.**

(a) Buyer and Seller shall execute, file and prosecute an application with the FCC (the "Assignment Application") requesting its consent to the assignment, from Seller to Buyer, of the FCC Permit for the translator (the "FCC Consent") as soon as possible after the execution of this Agreement and in any event not later than three (3) business days after the parties execute this Agreement. The FCC filing fee for the Assignment Application will be wholly paid by Buyer.

The parties shall prosecute the FCC Application with all reasonable diligence and otherwise use commercially reasonable efforts to obtain the grant of the FCC Application as expeditiously as reasonably practicable (but no party shall have any obligation to satisfy complainants or the FCC by taking any steps that would have a material adverse effect on the results of operations of such party, unless a failure to take such action would constitute or perpetuate a breach of such party's representations, warranties or covenants herein). In the event any objections or challenges to the FCC Application or any requests for reconsideration or review of the FCC Consent are filed at the FCC, the parties shall cooperate with respect to any responses thereto.

(b) Buyer and Seller shall reasonably cooperate with respect to the filing of a Modification Application in Buyer's name and account during the first filing window announced in the FCC Public Notice DA-1491, released December 23, 2015. Specifically, Seller shall associate Buyer's FRN with the translator promptly upon Buyer's request and provision of its FRN to Seller, and Seller shall provide written consent to Buyer under Section 73.3517 of the FCC's rules for Buyer to file the Modification Application for the translator. The Modification Application shall be prepared by Buyer and Buyer shall be responsible for paying all fees and other expenses, including legal and engineering costs, associated with preparing, filing and prosecuting the Modification Application.

**Section 4. Closing Date; Closing Place.** The closing (the "Closing") of the transactions contemplated by this Agreement shall occur, unless Buyer and Seller otherwise agree in writing, on or before January 31, 2016 (the "Closing Date"). The Closing shall be held by mail, facsimile, or electronic mail, or in person as the parties may agree. In no event shall the Closing take place prior to Buyer's receipt of the FCC Consent and such FCC Consent shall not contain any terms or conditions that would reasonably be expected to have a material adverse impact on the Buyer or its ability to construct the Permit or operate the FM translator facility set forth in the Permit.

**Section 5. Representations and Warranties.**

(a) Seller hereby makes the following representations and warranties to Buyer: Seller is a corporation organized, validly existing and in good standing in the State of Indiana. Seller possesses the power and authority to execute and deliver this Agreement and to consummate the transactions contemplated hereunder. Seller lawfully holds the Permit. The Permit is in full force and effect and has not been revoked, suspended, canceled, rescinded or terminated and has not expired, and, to the best of Seller's knowledge, no protest or complaint of any type as to the Translator is either pending or threatened at the FCC. Between now and the date of Closing, Seller shall not, without the consent of Buyer, enter into any leases or contracts pertaining to the Translator which will survive Closing Date. Neither the execution, delivery and performance by Seller of this Agreement nor the consummation by Seller of the transactions contemplated hereby is an event that, of itself or with the giving of notice or the passage of time or both, will: (i) violate any judgment, decree, order, statute, law, rule or regulation of any court, arbitrator or government or regulatory body applicable to Seller; or (ii) result in the creation or imposition of any lien, charge or encumbrance against Seller. There is no action, suit, or proceeding pending or, to Seller's knowledge, threatened against Seller which questions the legality or propriety of the transactions contemplated by this Agreement or could materially adversely affect the ability of Seller to perform its obligations hereunder. Seller has no legal obligation, absolute or contingent, to any

other person or firm to sell, assign, or transfer the Permit (whether through a merger, reorganization or sale of stock or otherwise) or to enter into any agreement with respect thereto.

(b) Buyer hereby makes the following representations and warranties to Seller. Buyer is a corporation organized, validly existing and in good standing under the laws of the State of Indiana. Buyer possesses the power and authority to execute and deliver this Agreement and to consummate the transactions contemplated hereunder. Buyer is qualified to be an FCC permittee and to hold the Permit. Buyer is financially qualified to pay the Purchase Price.

(c) These representations and warranties set forth herein shall survive for six (6) months following the consummation of this Agreement.

**Section 6. Conditions Precedent to Obligation of Buyer to Close.** The obligations of Buyer hereunder are, at its option, subject to satisfaction, at or prior to the Closing Date, of each of the following conditions:

(a) All representations and warranties of Seller made in this Agreement shall be true and complete in all material respects on and as of the Closing Date as if made on and as of that date;

(b) All of the terms, covenants and obligations to be complied with and performed by Seller on or prior to Closing Date shall have been complied with or performed in all material respects;

(c) No suit, action, claim or governmental proceeding shall be pending, and no order, decree or judgment of any court, agency or other governmental authority shall have been rendered against, any party hereto that would render it unlawful, as of the Closing Date, to effect the transactions contemplated by this Agreement in accordance with its terms;

(d) Seller shall have delivered to Buyer, on the Closing Date, all of the documents required to be delivered pursuant to Closing Deliveries; and

(e) The Permit shall be in full force and effect.

**Section 7. Conditions Precedent to Obligation of the Seller to Close.** The obligations of Seller under this Agreement are subject to the satisfaction of each of the following express conditions precedent, unless waived in writing by the Seller:

(a) All representations and warranties of Buyer made in this Agreement shall be true and complete in all respects on and as of the Closing Date as if made on and as of that date;

(b) Buyer shall have performed and complied in all material respects with all of the agreements, obligations and covenants required by this Agreement to be performed or complied with by Buyer prior to or as of the Closing Date; and

(c) Buyer shall have delivered to Seller, on the Closing Date, the payments and all of the documents required to be delivered pursuant to Closing Deliveries (as defined in Section 8 herein).

#### **Section 8. Closing Deliveries.**

(a) At the Closing, Seller will deliver to Buyer the following, each of which shall be in form and substance reasonably satisfactory to Buyer and its counsel:

(i) a Bill of Sale;

(ii) A certificate from Seller to the effect that the conditions set forth in Sections 6(a) and 6(b) have been satisfied; and

(iii) an Assignment and Assumption of the Translator Permit.

(b) Prior to or at the Closing, Buyer will deliver to Seller the following, each of which shall be in form and substance satisfactory to Seller and its counsel:

(i) the Purchase Price required by Section 2;

(ii) A certificate from Buyer to the effect that the conditions set forth in Sections 7(a) and 7(b) have been satisfied; and

(iii) an Assignment and Assumption of the Translator Permit.

(c) Buyer and Seller shall also deliver such other documents at Closing as reasonably requested by the other to more fully effect or evidence the transactions contemplated by this Agreement.

#### **Section 9. Termination.**

(a) This Agreement may be terminated by either Buyer or Seller, if the party seeking to terminate is not in breach of any of its material obligations under this Agreement, upon written notice to the other for any of the following if, on or prior to the Closing Date, the other party breaches any of its material obligations contained herein, and such breach is not cured by the earlier of the Closing Date or twenty (20) days after receipt of the notice of breach from the non-breaching party (provided that Buyer's failure to pay the Purchase Price at Closing required by Section 2 shall be grounds for Seller to terminate this Agreement by written notice to Buyer, with no cure period).

(b) If this Agreement is terminated due to a material breach by Buyer of any of its material obligations under this Agreement, and such material breach has not been cured prior to the expiration of the cure period set forth herein, Seller shall retain the Deposit. If this Agreement is terminated for any other reason, the Deposit shall be returned to Buyer.

**Section 10. Notices.** All notices, demands, requests or other communications that may be or are required to be given, served or sent by either party to the other party pursuant to this Agreement shall be in writing and shall be transmitted by overnight courier or hand delivery, addressed as set forth below. Each party may designate by notice in writing a new address to which any notice, demand, request or communication may thereafter be so given, served or sent. Each notice, demand, request or communication that is delivered in the manner described above shall be deemed sufficiently given, served, sent and received for all purposes at such time as it is delivered to the addressee with the delivery receipt or the affidavit of messenger being deemed conclusive evidence of such delivery or at such time as delivery is refused by the addressee upon presentation.

If to Seller, to: Friends of Christian Radio  
P.O. Box 552  
Notre Dame, Indiana 46556  
Attn: Patrick Mangan, Chairman

If to Buyer, to: Lafayette TV, LLC  
1151 Crestview Circle  
Meridian, Mississippi  
Attn: Bill Christian, CEO

**Section 11. Confidentiality.** The Parties agree to keep confidential the terms of this Agreement, except with respect to any disclosure required by law or the Communications Laws.

**Section 12. Governing Law and Venue.** The construction and performance of this Agreement shall be governed by the laws of the State of Indiana without regard to principles of conflict of law. The state and/or federal courts located in Indiana shall possess exclusive jurisdiction to adjudicate any and all disputes, claims, and suits relating to this Agreement that may arise between Seller and Buyer. In the event either party initiates a lawsuit against the other, the prevailing party shall be entitled to recover its attorney's fees and litigation expenses from the non-prevailing party.

**Section 13. Counterparts.** This Agreement may be executed in counterparts, each of which will be deemed to be an original but all of which together will constitute one and the same instrument.

**Section 14. Expenses.** Each party hereto shall be solely responsible for all costs and expenses incurred by it in connection with the negotiation, preparation and performance of and compliance with the terms of this Agreement, except that Buyer each shall be entirely responsible for any FCC application fees relating to the filing of the Assignment Application and Seller shall be entirely responsible for any brokerage fees incurred in this transaction through the use of Griffin Media Brokers, LLC's services.

**Section 15. Assignment.** This Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their respective successors and assigns. Neither Buyer nor Seller may assign this Agreement without the prior written consent of the other party hereto, except that Buyer may assign this Agreement to any entity under control of or in common control of Buyer, provided Buyer guarantees the performance of such entity.

**Section 16. Miscellaneous.** This Agreement represents the entire agreement of the parties with respect to the subject matter hereof and supersedes any prior agreement with respect thereto whether it is in writing or otherwise, and may be amended only in writing by an instrument duly executed by both parties. Each party shall from time to time, at the request of and without further cost or expense to the other, execute and deliver such other instruments of conveyance and assumption and take such other actions as may reasonably be requested in order to more effectively consummate or evidence the consummation of the transactions contemplated hereby. Seller and Buyer each represent and warrant to the other that, other than the Seller's broker, Beth Griffin of Griffin Media Brokers, LLC., neither Seller nor Buyer is aware of any broker, finder or intermediary who might be entitled to a fee or commission for its involvement in this transaction.

**Section 17. Specific Performance.** Seller acknowledges that the Permit is a unique asset not readily obtainable on the open market and that, in the event that Seller fails to perform its obligation to consummate the transaction contemplated hereby, money damages alone will not be adequate to compensate Buyer for its injury. Therefore, Seller agrees and acknowledges that in the event of Seller's failure to perform its obligation to consummate the transactions contemplated hereby, Buyer shall be entitled to specific performance of the terms of this Agreement and of Seller's obligation to consummate the transaction contemplated hereby. If any action is brought by Buyer to enforce this Agreement, Seller shall waive the defense that there is an adequate remedy at law.

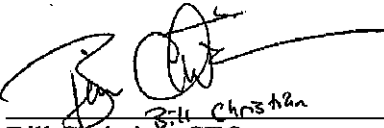
*(Signatures to Follow)*

***IN WITNESS WHEREOF***, the parties hereto have executed this Agreement as of the day and year first above written.

**Seller:**     **FRIENDS OF CHRISTIAN RADIO, INC.**

  
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Patrick Mangan, Chairman

**Buyer:**     **LAFAYETTE TV, LLC**

  
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Bill Christian, CEO