

EXPLANATION OF TRANSACTION

By this application, HJV Limited Partnership (“HJV”) proposes to assign the license for Station WJDV(FM), Broadway, Virginia (Facility ID No. 40648) to M. Belmont VerStandig, Inc. (“MBV”) in exchange for the license for Station WPPT(FM), Mercersburg, Pennsylvania (Facility ID No. 39495).

Both HJV and MBV are under common control and substantially common ownership. John D. VerStandig controls both entities and owns the majority of the equity of each, as indicated elsewhere in this application.

The ownership of HJV, a District of Columbia limited partnership and the proposed assignor of Station WJDV, is as follows:

HJV Corporation, HJV’s general partner, holds full voting control of the partnership and owns 1% of the total partnership equity. HJV Corporation is owned 100% by John D. VerStandig, who exercises full voting authority as president and sole director. Maurice B. VerStandig, Mr. VerStandig’s son, and Brian M. Madden are officers of HJV Corporation; neither holds a direct equity interest in HJV Corporation or in HJV.

The limited partners of HJV are:

- (a) Mr. VerStandig owns 19% of the equity as a limited partner.
- (b) Separate trusts for the benefit of Mr. VerStandig’s children, Maurice B. VerStandig and Joshua D. VerStandig each hold 20% of the equity of HJV. Mr. VerStandig and Joshua VerStandig are trustees of the trust for the benefit of Maurice B. VerStandig, and Mr. VerStandig and Maurice B. VerStandig are the trustees of the trust for the benefit of Joshua D. VerStandig.
- (c) MBV owns 40% of the equity of HJV as a limited partner. The ownership of MBV is described below.

The ownership of MBV, a Maryland corporation and the proposed assignee of Station WJDV, is as follows:

- (a) John D. VerStandig is the president, treasurer and director of MBV, and holds 84.2% of the equity of the corporation, and is a co-trustee of the two trusts

for the benefit of his children, each of which owns 7.9% of the equity of MBV.

- (b) Maurice B. VerStandig is the assistant secretary and a director of MBV, and a co-trustee of the trust of the benefit of Joshua D. VerStandig.
- (c) Brian M. Madden is the secretary and a director of MBV.
- (d) Joshua D. VerStandig is a co-trustee of the trust for the benefit of Maurice B. VerStandig.