

Summary of Interrelated Transactions

On September 14, 2015, Gray Television Group, Inc. (“Gray”) entered into an agreement with Schurz Communications, Inc. (“Schurz”) to purchase assets used or held for use in the operation of television and radio stations owned by Schurz.¹ On September 17, 2015, Gray and Schurz filed applications requesting FCC consent to Gray’s acquisition of the Schurz stations, noting that in various markets divestitures would be required to comply with FCC’s local ownership rules. Gray has entered into definitive agreements to effectuate required divestitures in Wichita-Hutchinson, Kansas; South Bend-Elkhart, Indiana; and Rapid City, South Dakota, and has agreed to acquire KYES-TV in Anchorage. This application is one of the various applications being filed to request FCC consent to these transactions.

Wichita-Hutchinson, Kansas Plus

In the Wichita DMA, Gray owns ABC affiliate KAKE-TV and Schurz owns CBS affiliate KWCH-DT and CW affiliate KSCW-DT. Gray proposes to acquire KWCH-DT and KSCW-DT and has entered into an agreement with Lockwood Broadcast Group, Inc. (“Lockwood”) to sell all of the assets of KAKE-TV and its satellite stations in exchange for the assets of Lockwood’s WBXX-TV, assigned to the Knoxville, TN DMA. Lockwood does not currently own a station in the Wichita market so Lockwood’s ownership of KAKE-TV will preserve the number of television voices in the market.

Knoxville, Tennessee

In Knoxville, Gray owns CBS affiliate WVLT-TV and proposes to acquire Lockwood’s CW affiliate WBXX-TV. WBXX-TV is not one of the top four stations in the Knoxville, Tennessee market and eight independent voices will remain in the market following the transaction. Thus, Gray’s acquisition of WBXX-TV complies with the FCC’s local ownership rules.

South Bend-Elkhart, Indiana

In South Bend, Gray owns NBC affiliate WNDU-TV and Schurz owns CBS affiliate WSBT-TV. Gray has entered into an agreement with Sinclair Broadcast Group, Inc. (“Sinclair”) to sell all of WSBT-TV’s assets in exchange for the assets of Sinclair’s WLUC-TV, assigned to the Marquette, WI. Sinclair’s ownership of WSBT-TV will increase the diversity of voices in the market, because Gray and Sinclair each will operate full power television stations in the South Bend market following the transaction, and Schurz will continue to own the leading daily newspaper.

¹ The FCC licenses for the stations to be assigned are held by subsidiaries of Schurz.

Marquette, Wisconsin

In Marquette, Gray proposes to acquire Sinclair's WLUC-TV. Gray does not currently own another station in the market. Thus, Gray's acquisition of WLUC-TV complies with the FCC's local ownership rules.

Rapid City, South Dakota

In Rapid City, Schurz owns KOTA-TV, and its satellites and Gray owns KEVN-TV, and its satellites. Gray has entered into an agreement to sell certain of KOTA-TV's broadcast assets, including its satellite station KHSD-TV to Legacy Broadcasting of Rapid City, LLC, a female-owned broadcasting company.

Anchorage, Alaska

In Anchorage, Gray is the proposed assignee of Schurz's NBC affiliate KTUU-TV. Gray also has agreed to acquire MyNetwork affiliate KYES-TV from Fireweed Communications LLC. Gray's application to acquire KYES-TV includes a "failing station" waiver of the FCC's local ownership rules to permit the combined ownership of KTUU-TV and KYES-TV.