

iHeartMedia, Inc.

Turning the dial to CY24

Reiterate Rating: UNDERPERFORM | PO: 2.50 USD | Price: 2.85 USD

4QE preview: Choppy macro environment

We anticipate IHRT's 4Q23E results will reflect continued macro headwinds. We maintain our 4Q23E revenue of \$1,049mn (-7% y/y) which is in-line with company guidance of high-single digit revenue declines. Key drivers include: (1) Broadcast adv. revenue estimate of \$469mn (-10% y/y) as the macro environment remains challenged, (2) Digital revenue of \$323mn (+7% y/y) reflecting solid underlying trends, (3) Networks rev. of \$116mn (-11% y/y), (4) Sponsorship and Events revenue of \$73mn and (5) Audio and Media Services rev. of \$66mn.

Positioning for CY24 advertising recovery

The advertising market, finally, appears to be stabilizing. Local advertising is currently outperforming national. Visibility into CY24 is limited. However, our view is that brands will need to come back after more than a year at massively reduced ad spending. In addition, political advertising should help IHRT return to revenue growth in CY24. Furthermore, while IHRT has already implemented several cost saving initiatives, we believe there are additional cost saving measures the company can take if macro trends remain soft.

Maintain our 4QE and CY24E forecasts

We maintain our 4QE revenue/adj. EBITDA forecasts of \$1,049mn/\$210mn. For CY24E, we maintain our revenue, adj. EBITDA and FCF estimates of \$4,000mn, \$925mn and \$250mn, respectively. Given their elevated leverage levels, we expect IHRT will utilize excess FCF to buy back debt in the public markets.

Reiterate Underperform and \$2.50 PO

We reiterate our Underperform rating and \$2.50 PO for IHRT. We believe the current macro environment coupled with IHRT's capital structure (>\$5.0bn in debt or ~6x Net Debt:EBITDA and ~43% floating rate) will weigh on shares in the near term. Absent a significant re-acceleration in the macro environment, we believe IHRT will struggle to generate a substantial amount of free cash flow to effectively de-lever the balance sheet.

Estimates (Dec) (US\$)	2021A	2022A	2023E	2024E	2025E
EPS	(1.09)	(1.79)	(7.52)	0.44	0.35
EPS Change (YoY)	91.7%	-64.2%	-320.1%	NM	-20.5%
Census EPS (Bloomberg)			(7.54)	0.05	0.16
DPS	0	0	0	0	0
Valuation (Dec)					
P/E	NM	NM	NM	6.5x	8.1x
EV / EBITDA*	8.2x	7.0x	9.5x	7.2x	7.5x
Free Cash Flow Yield*	34.9%	61.4%	28.5%	59.3%	61.6%

* For full definitions of *IQmethod*SM measures, see page 7.

29 January 2024

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Stock Data

Price	2.85 USD
Price Objective	2.50 USD
Date Established	10-Nov-2023
Investment Opinion	C-3-9
52-Week Range	1.78 USD - 9.01 USD
Mkt Val (mn) / Shares Out (mn)	422 USD / 148.1
Free Float	87.2%
Average Daily Value (mn)	3.20 USD
BofA Ticker / Exchange	IHRT / NAS
Bloomberg / Reuters	IHRT US / IHRT.OQ
ROE (2023E)	-186.0%
Net Dbt to Eqty (Dec-2022A)	741.8%
ESGMeter TM	Medium

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Timestamp: 29 January 2024 05:00AM EST

iQprofileSM iHeartMedia, Inc.

iQmethodSM – Bus Performance*

(US\$ Millions)	2021A	2022A	2023E	2024E	2025E
Return on Capital Employed	3.8%	5.8%	3.3%	4.8%	4.6%
Return on Equity	-17.5%	-33.5%	-186.0%	12.0%	9.5%
Operating Margin	-3.6%	1.5%	-4.6%	11.0%	100.0%
Free Cash Flow	147	259	120	250	260

iQmethodSM – Quality of Earnings*

(US\$ Millions)	2021A	2022A	2023E	2024E	2025E
Cash Realization Ratio	NM	NM	NM	5.1x	7.3x
Asset Replacement Ratio	0.4x	0.4x	0.2x	0.2x	0.3x
Tax Rate	NM	NM	2.7%	31.4%	32.8%
Net Debt-to-Equity Ratio	588.2%	741.8%	900.3%	800.2%	784.9%
Interest Cover	1.0x	1.5x	0.7x	1.4x	1.3x

Income Statement Data (Dec)

(US\$ Millions)	2021A	2022A	2023E	2024E	2025E
Sales	3,558	3,912	3,734	4,000	3,844
% Change	20.7%	10.0%	-4.6%	7.1%	-3.9%
Gross Profit	3,558	3,912	3,734	4,000	3,844
% Change	20.7%	10.0%	-4.6%	7.1%	-3.9%
EBITDA	811	950	698	925	893
% Change	50.6%	17.2%	-26.5%	32.5%	-3.5%
Net Interest & Other Income	(492)	(747)	(1,428)	(402)	(388)
Net Income (Adjusted)	(159)	(265)	(1,121)	66	53
% Change	91.7%	-66.2%	-323.7%	NM	-19.9%

Free Cash Flow Data (Dec)

(US\$ Millions)	2021A	2022A	2023E	2024E	2025E
Net Income from Cont Operations (GAAP)	(158)	(247)	(1,133)	53	40
Depreciation & Amortization	469	446	435	446	446
Change in Working Capital	(138)	(54)	(72)	(96)	(40)
Deferred Taxation Charge	NA	NA	NA	NA	NA
Other Adjustments, Net	158	275	991	(63)	(61)
Capital Expenditure	(183)	(161)	(100)	(90)	(125)
Free Cash Flow	147	259	120	250	260
% Change	12.6%	76.0%	-53.6%	108.1%	3.9%
Share / Issue Repurchase	NA	NA	NA	NA	NA
Cost of Dividends Paid	0	0	0	0	0
Change in Debt	5,387	5,078	4,864	4,613	4,354

Balance Sheet Data (Dec)

(US\$ Millions)	2021A	2022A	2023E	2024E	2025E
Cash & Equivalents	352	336	275	165	65
Trade Receivables	1,030	1,038	941	1,008	969
Other Current Assets	90	99	108	116	111
Property, Plant & Equipment	782	695	556	401	281
Other Non-Current Assets	6,626	6,168	5,973	5,862	5,689
Total Assets	8,881	8,336	7,853	7,553	7,115
Short-Term Debt	1	1	1	1	1
Other Current Liabilities	849	831	803	850	822
Long-Term Debt	5,738	5,414	5,138	4,778	4,418
Other Non-Current Liabilities	1,378	1,406	1,370	1,402	1,384
Total Liabilities	7,966	7,651	7,312	7,031	6,625
Total Equity	916	685	540	577	555
Total Equity & Liabilities	8,881	8,336	7,852	7,608	7,179

* For full definitions of iQmethodSM measures, see page 7.

Company Sector

Entertainment

Company Description

Through its portfolio of 848 live broadcast radio stations, IHRT is a leading US audio entertainment company, reaching 275 million monthly listeners across 160 U.S. markets (including 48 of the top 50 markets). IHRT generates revenue through its broadcast radio stations, digital platforms, media networks, sponsorships and live events, audio and media services, and other segments.

Investment Rationale

We view IHRT as a multiplatform audio company that deserves a premium to other radio peers given its unparalleled scale and differentiated business model.

However, we anticipate a tepid advertising market near term driven by macro concerns. Additionally, IHRT's financial leverage poses an increased risk amidst a rising interest rate environment. We do not expect IHRT will generate enough FCF to de-lever their balance sheet.

Stock Data

Average Daily Volume 1,123,191

Quarterly Earnings Estimates

	2022	2023
Q1	-0.33A	-1.50A
Q2	0.10A	-5.93A
Q3	-2.09A	-0.06A
Q4	0.54A	-0.04E

Exhibit 1: IHRT – Variance Table

We maintain our 4Q23 and CY24 estimates

Fiscal Year Ends 12/31	4Q23E						2024E					
	Act.	Est.		Old			Est.	Est.		Old		
	Q4/22A	Q4/23E	Y/Y	Q4/23E	Y/Y	D	2023E	2024E	Y/Y	2024E	Y/Y	D
IHRT: Actuals & BofA Estimates												
Broadcast Radio	\$522	\$469	-10%	\$469	-10%	\$0	\$1,736	\$1,825	5%	\$1,825	5%	\$0
Networks	\$131	\$116	-11%	\$116	-11%	\$0	\$462	\$489	6%	\$489	6%	\$0
Sponsorships and Events	\$75	\$73	-2%	\$73	-2%	\$0	\$194	\$208	7%	\$208	7%	\$0
Other	\$5	\$6	10%	\$6	10%	\$0	\$23	\$21	-8%	\$21	-8%	\$0
+ Multiplatform Group	\$733	\$664	-9%	\$664	-9%	\$0	\$2,415	\$2,543	5%	\$2,543	5%	\$0
Digital ex. Podcast	\$188	\$194	3%	\$194	3%	\$0	\$669	\$706	6%	\$706	6%	\$0
Podcast	\$113	\$129	14%	\$129	14%	\$0	\$405	\$463	14%	\$463	14%	\$0
+ Digital Audio Group	\$301	\$323	7%	\$323	7%	\$0	\$1,074	\$1,169	9%	\$1,169	9%	\$0
+ Audio & Media Services Group	\$95	\$66	-30%	\$66	-30%	\$0	\$255	\$300	18%	\$300	18%	\$0
- Eliminations	(\$3)	(\$3)	-1%	(\$3)	-1%	\$0	(\$10)	(\$12)	17%	(\$12)	17%	\$0
= Total Revenue	\$1,126	\$1,049	-7%	\$1,049	-7%	\$0	\$3,734	\$4,000	7%	\$4,000	7%	\$0
YoY % change	6%	-7%	--	-7%	--	0%	-5%	7%	--	7%	--	0%
+ Multiplatform Group	\$230	\$140	-39%	\$140	-39%	\$0	\$552	\$698	26%	\$698	26%	\$0
+ Digital Audio Group	\$99	\$119	20%	\$119	20%	\$0	\$352	\$402	14%	\$402	14%	\$0
+ Audio & Media Services	\$45	\$18	-60%	\$18	-60%	\$0	\$69	\$95	38%	\$95	38%	\$0
+ Corporate and Other	(\$58)	(\$68)	16%	(\$68)	16%	\$0	(\$274)	(\$270)	-2%	(\$270)	-2%	\$0
= Total Adj. EBITDA	\$316	\$210	-33%	\$210	-33%	\$0	\$698	\$925	32%	\$925	32%	\$0
YoY % change	7%	-33%	--	-33%	--	0%	-27%	32%	--	32%	--	0%
Margin %	28%	20%	--	20%	--	0%	19%	23%	--	23%	--	0%
Operating Income	\$173	\$90	-48%	\$90	-48%	\$0	(\$787)	\$441	-156%	\$441	-156%	\$0
YoY % change	41%	-48%	--	-48%	--	0%	-1484%	-156%	--	-156%	--	0%
Margin %	15%	9%	--	9%	--	0%	-21%	11%	--	11%	--	0%
Consolidated Net Income	\$80	(\$6)	NM	(\$6)	NM	\$0	(\$1,121)	\$66	-106%	\$66	-106%	\$0

Source: BofA Global Research

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Exhibit 2: IHRT – Income Statement

We forecast \$925mn for CY24E Adj. EBITDA

	2022A					2023E					2023E	2024E	2025E
Fiscal Year Ends 12/31	2021A	Q1A	Q2A	Q3A	Q4A	2022A	Q1A	Q2A	Q3A	Q4E	2023E	2024E	2025E
IHRT: Income Statement (mns)	2021	2022.1	2022.2	2022.3	2022.4	2022	2023.1	2023.2	2023.3	2023.4	2023	2024	2025
+ Multiplatform Group	\$2,489	\$571	\$633	\$660	\$733	\$2,597	\$529	\$596	\$626	\$664	\$2,415	\$2,543	\$2,365
+ Digital Audio Group	\$834	\$214	\$253	\$254	\$301	\$1,022	\$223	\$261	\$267	\$323	\$1,074	\$1,169	\$1,245
+ Audio & Media Services	\$248	\$61	\$71	\$78	\$95	\$304	\$61	\$66	\$62	\$66	\$255	\$300	\$246
+ Eliminations	(\$13)	(\$3)	(\$3)	(\$3)	(\$3)	(\$11)	(\$3)	(\$3)	(\$3)	(\$3)	(\$10)	(\$12)	(\$12)
= Total Revenue	\$3,558	\$843	\$954	\$989	\$1,126	\$3,912	\$811	\$920	\$953	\$1,049	\$3,734	\$4,000	\$3,844
YoY	21%	19%	11%	7%	6%	10%	-4%	-4%	-4%	-7%	-5%	7%	-4%
- Total Operating Expenses	\$2,747	\$698	\$717	\$737	\$810	\$2,962	\$718	\$729	\$749	\$839	\$3,035	\$3,075	\$2,951
+ Multiplatform Group	\$743	\$134	\$194	\$207	\$230	\$766	\$87	\$162	\$162	\$140	\$552	\$698	\$662
+ Digital Audio Group	\$261	\$53	\$79	\$78	\$99	\$309	\$54	\$85	\$94	\$119	\$352	\$402	\$423
+ Audio & Media Services	\$76	\$16	\$22	\$30	\$45	\$113	\$15	\$18	\$17	\$18	\$69	\$95	\$77
+ Corporate and Other	(\$269)	(\$58)	(\$58)	(\$63)	(\$58)	(\$237)	(\$63)	(\$74)	(\$69)	(\$68)	(\$274)	(\$270)	(\$270)
= Total Adj. EBITDA	\$811	\$145	\$237	\$252	\$316	\$950	\$93	\$191	\$204	\$210	\$698	\$925	\$893
YoY	51%	42%	29%	10%	7%	17%	-36%	-19%	-19%	-33%	-27%	32%	-3%
Margin	22.8%	17.2%	24.9%	25.5%	28.0%	24.3%	11.5%	20.8%	21.4%	20.0%	18.7%	23.1%	23.2%
- Depreciation & Amortization	\$469	\$114	\$111	\$109	\$112	\$446	\$109	\$108	\$106	\$112	\$435	\$446	\$446
- Impairment Charges	\$58	\$1	\$0	\$310	\$0	\$311	\$4	\$961	\$1	\$0	\$965	\$0	\$0
- Other Operating Expenses	\$32	\$1	\$16	\$9	(\$1)	\$25	\$0	(\$0)	\$3	\$0	\$3	\$0	\$0
- Share-based Compensation	\$24	\$6	\$9	\$10	\$11	\$35	\$10	\$9	\$8	\$8	\$36	\$39	\$41
- Restructuring Expenses	\$73	\$11	\$19	\$24	\$21	\$76	\$19	\$11	\$16	\$0	\$46	\$0	\$0
= Operating Income	\$155	\$12	\$83	(\$211)	\$173	\$57	(\$49)	(\$897)	\$69	\$90	(\$787)	\$441	\$407
YoY	-109%	-116%	195%	-364%	41%	-63%	-496%	-1183%	-133%	-48%	-1484%	-156%	-8%
Margin	4.4%	1.5%	8.7%	-21.4%	15.4%	1.5%	-6.0%	-97.5%	7.2%	8.6%	-21.1%	11.0%	10.6%
- Interest Expense, Net	\$332	\$79	\$81	\$88	\$93	\$342	\$95	\$99	\$100	\$98	\$392	\$350	\$334
+ Gain on Investments, Net	\$44	(\$2)	\$10	(\$3)	(\$5)	(\$1)	(\$7)	(\$6)	(\$7)	\$0	(\$20)	\$0	\$0
+ Equity in Loss of Nonconsolidated Assets	(\$1)	(\$0)	(\$0)	(\$0)	\$0	(\$0)	\$0	(\$0)	(\$4)	\$0	(\$4)	\$0	\$0
+ Gain on Extinguishment of Debt	(\$8)	\$0	\$8	\$7	\$15	\$30	\$5	\$23	\$24	\$0	\$51	\$0	\$0
+ Other Expense, Net	(\$7)	(\$0)	(\$2)	(\$1)	\$1	(\$2)	(\$0)	(\$0)	(\$1)	\$0	(\$1)	\$0	\$0
Income (Loss) Before Income Taxes	(\$150)	(\$69)	\$17	(\$296)	\$90	(\$258)	(\$146)	(\$979)	(\$18)	(\$8)	(\$1,151)	\$91	\$73
+ Income Tax Benefit / (Expense)	(\$8)	\$20	(\$2)	(\$13)	(\$10)	(\$5)	(\$76)	\$96	\$9	\$2	\$32	(\$24)	(\$20)
Tax Rate (%)	-6%	-29%	-11%	5%	-11%	-2%	52%	-10%	-51%	27%	3%	27%	27%
= Net Income (Loss)	(\$158)	(\$49)	\$15	(\$310)	\$81	(\$263)	(\$222)	(\$883)	(\$9)	(\$6)	(\$1,120)	\$66	\$53
Less: Amount Attributable to Noncontrolling Interest	\$1	(\$0)	\$1	\$1	\$1	\$2	(\$0)	\$1	\$0	\$0	\$1	\$0	\$0
= Net Income (Loss) Attributable to the Company	(\$159)	(\$49)	\$14	(\$310)	\$80	(\$265)	(\$222)	(\$884)	(\$9)	(\$6)	(\$1,121)	\$66	\$53
Diluted EPS	(\$1.09)	(\$0.33)	\$0.10	(\$2.09)	\$0.54	(\$1.79)	(\$1.50)	(\$5.93)	(\$0.06)	(\$0.04)	(\$7.52)	\$0.44	\$0.35
Shares Outstanding	147	148	149	148	148	148	148	149	150	150	149	150	150

Source: BofA Global Research

BofA GLOBAL RESEARCH

Exhibit 3: IHRT – FCF Statement

We forecast \$250mn for CY24E FCF

	2022A					2023E							
Fiscal Year Ends 12/31	2021A	Q1A	Q2A	Q3A	Q4A	2022A	Q1A	Q2A	Q3A	Q4E	2023E	2024E	2025E
IHRT: Free Cash Flow & Leverage (mns)	2021	2022.1	2022.2	2022.3	2022.4	2022	2023.1	2023.2	2023.3	2023.4	2023	2024	2025
+ Adj. EBITDA	\$811	\$145	\$237	\$252	\$316	\$950	\$93	\$191	\$204	\$210	\$698	\$925	\$893
- Cash Taxes	\$10	\$34	\$34	\$34	\$34	\$135	\$3	\$7	\$2	\$3	\$15	\$139	\$134
- Cash Interest	\$332	\$79	\$81	\$88	\$93	\$342	\$102	\$94	\$109	\$86	\$390	\$350	\$334
- Working Capital & Other	\$138	\$84	(\$34)	\$27	(\$25)	\$54	\$82	\$34	(\$3)	(\$41)	\$72	\$96	\$40
= Operating Cash Flow	\$331	(\$52)	\$156	\$103	\$213	\$420	(\$94)	\$57	\$96	\$162	\$221	\$340	\$385
- Capital Expenditure	\$183	\$23	\$50	\$40	\$48	\$161	\$39	\$23	\$29	\$10	\$100	\$90	\$125
= Free Cash Flow	\$147	(\$75)	\$106	\$63	\$165	\$259	(\$133)	\$34	\$68	\$152	\$120	\$250	\$260
+ Net Proceeds from Real Estate Sales	\$22	\$3	\$20	\$8	\$1	\$32	\$0	\$5	\$0	\$0	\$5	\$0	\$0
= Company Defined FCF	\$169	(\$71)	\$127	\$70	\$166	\$291	(\$133)	\$39	\$68	\$152	\$125	\$250	\$260
YoY	30%	-235%	1239%	30%	213%	72%	86%	-69%	-4%	-8%	-57%	100%	4%
FCF Conversion	20.9%	-49.2%	53.4%	27.9%	52.5%	30.7%	-142.5%	20.2%	33.2%	72.2%	17.9%	27.0%	29.1%
Leverage Ratios													
+ Current Portion of Long-term Debt	\$1	\$1	\$1	\$1	\$1	\$1	\$1	\$0	\$0	\$0	\$0	\$0	\$0
+ Long-term Debt	\$5,738	\$5,739	\$5,627	\$5,553	\$5,414	\$5,414	\$5,395	\$5,316	\$5,228	\$5,138	\$5,138	\$4,778	\$4,418
= Gross Debt	\$5,739	\$5,740	\$5,627	\$5,554	\$5,414	\$5,414	\$5,395	\$5,316	\$5,229	\$5,139	\$5,139	\$4,779	\$4,419
- Cash & Cash Equivalents	\$352	\$280	\$295	\$295	\$336	\$336	\$188	\$165	\$213	\$275	\$275	\$165	\$65
= Net Debt	\$5,387	\$5,460	\$5,333	\$5,258	\$5,078	\$5,078	\$5,208	\$5,151	\$5,015	\$4,864	\$4,864	\$4,613	\$4,354
Adj. EBITDA (TTM)	\$811	\$854	\$907	\$929	\$950	\$950	\$898	\$852	\$804	\$698	\$698	\$925	\$893
Gross Leverage (TTM)	7.1x	6.7x	6.2x	6.0x	5.7x	5.7x	6.0x	6.2x	6.5x	7.4x	7.4x	5.2x	4.9x
Net Leverage (TTM)	6.6x	6.4x	5.9x	5.7x	5.3x	5.3x	5.8x	6.0x	6.2x	7.0x	7.0x	5.0x	4.9x

Source: BofA Global Research

BofA GLOBAL RESEARCH



Price objective basis & risk

iHeartMedia, Inc. (IHRT)

Our \$2.50 PO is based on an approximately 5x CY24E EV/EBITDA multiple, which is a premium to traditional radio comps trading at approximately 4.5x given its unparalleled scale and differentiated business model.

Upside risks to our PO are: better-than-anticipated revenue growth, macroeconomic improvement, market share gains, margin expansion and free cash flow generation.

Downside risks to our PO are: high leverage and if the recovery in the macro environment fails to materialize.

Analyst Certification

I, Jessica Reif Ehrlich, hereby certify that the views expressed in this research report accurately reflect my personal views about the subject securities and issuers. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or view expressed in this research report.

US - Cable, Entertainment and Satellite Coverage Cluster

Investment rating	Company	BofA Ticker	Bloomberg symbol	Analyst
BUY				
	Comcast Corp	CMCSA	CMCSA US	Jessica Reif Ehrlich
	Endeavor Group Holdings, Inc.	EDR	EDR US	Jessica Reif Ehrlich
	Madison Square Garden Entertainment	MSGE	MSGE US	Peter Henderson
	Netflix, Inc.	NFLX	NFLX US	Jessica Reif Ehrlich
	Spotify Technology	SPOT	SPOT US	Jessica Reif Ehrlich
	Walt Disney Co.	DIS	DIS US	Jessica Reif Ehrlich
	Warner Bros. Discovery	WBD	WBD US	Jessica Reif Ehrlich
NEUTRAL				
	Charter Communications	CHTR	CHTR US	Jessica Reif Ehrlich
	Fox Corporation	FOXA	FOXA US	Jessica Reif Ehrlich
	Fox Corporation	FOX	FOX US	Jessica Reif Ehrlich
	Warner Music Group Corporation	WMG	WMG US	Jessica Reif Ehrlich
UNDERPERFORM				
	Altice USA, Inc.	ATUS	ATUS US	Jessica Reif Ehrlich
	iHeartMedia, Inc.	IHRT	IHRT US	Jessica Reif Ehrlich
	Paramount Global	PARA	PARA US	Jessica Reif Ehrlich
RSTR				
	Liberty SiriusXM Group	LSXMA	LSXMA US	Jessica Reif Ehrlich
	Liberty SiriusXM Group	LSXMK	LSXMK US	Jessica Reif Ehrlich
	Sirius XM Holdings Inc	SIRI	SIRI US	Jessica Reif Ehrlich

iQmethodSM Measures Definitions

Business Performance

Return On Capital Employed

Return On Equity

Operating Margin

Earnings Growth

Free Cash Flow

Numerator

NOPAT = (EBIT + Interest Income) × (1 – Tax Rate) + Goodwill Amortization

Net Income

Operating Profit

Expected 5 Year CAGR From Latest Actual

Cash Flow From Operations – Total Capex

Denominator

Total Assets – Current Liabilities + ST Debt + Accumulated Goodwill

Amortization

Shareholders' Equity

Sales

N/A

N/A

Quality of Earnings

Cash Realization Ratio

Asset Replacement Ratio

Tax Rate

Net Debt-To-Equity Ratio

Interest Cover

Numerator

Cash Flow From Operations

Capex

Tax Charge

Net Debt = Total Debt – Cash & Equivalents

EBIT

Denominator

Net Income

Depreciation

Pre-Tax Income

Total Equity

Interest Expense

Valuation Toolkit

Price / Earnings Ratio

Price / Book Value

Dividend Yield

Free Cash Flow Yield

Enterprise Value / Sales

Numerator

Current Share Price

Current Share Price

Annualised Declared Cash Dividend

Cash Flow From Operations – Total Capex

EV = Current Share Price × Current Shares + Minority Equity + Net Debt +

Other LT Liabilities

Enterprise Value

Denominator

Diluted Earnings Per Share (Basis As Specified)

Shareholders' Equity / Current Basic Shares

Current Share Price

Market Cap = Current Share Price × Current Basic Shares

Sales

Basic EBIT + Depreciation + Amortization

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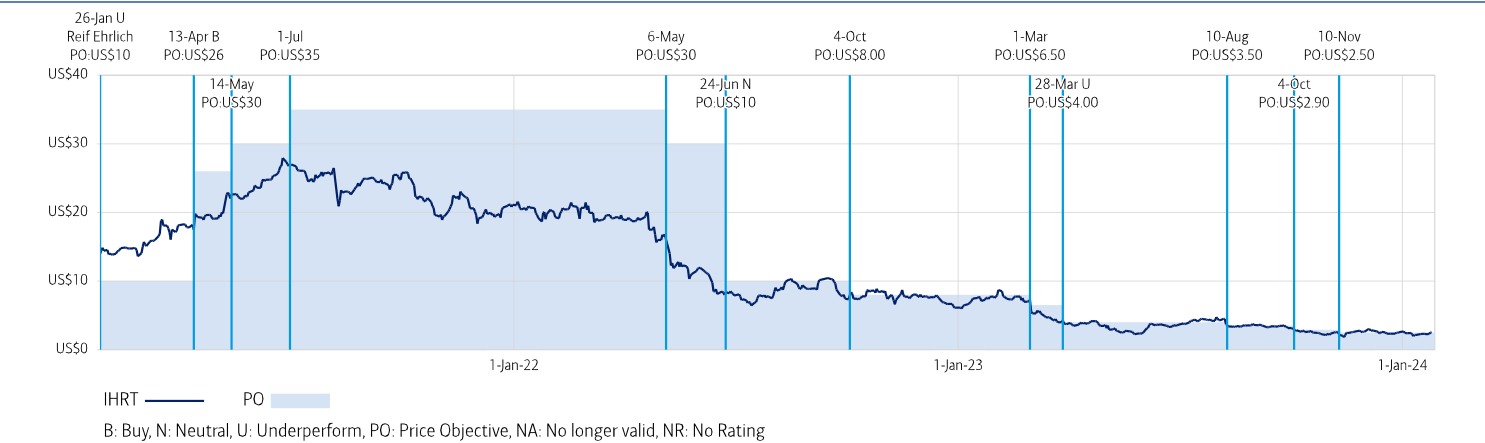
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iHeartMedia (IHRT) Price Chart



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Equity Investment Rating Distribution: Media & Entertainment Group (as of 31 Dec 2023)

Coverage Universe	Count	Percent	Inv. Banking Relationships ^{R1}	Count	Percent
Buy	35	53.85%	Buy	15	42.86%
Hold	15	23.08%	Hold	8	53.33%
Sell	15	23.08%	Sell	7	46.67%

Equity Investment Rating Distribution: Global Group (as of 31 Dec 2023)

Coverage Universe	Count	Percent	Inv. Banking Relationships ^{R1}	Count	Percent
Buy	1895	53.62%	Buy	1083	57.15%
Hold	832	23.54%	Hold	454	54.57%
Sell	807	22.84%	Sell	383	47.46%

^{R1} Issuers that were investment banking clients of BofA Securities or one of its affiliates within the past 12 months. For purposes of this Investment Rating Distribution, the coverage universe includes only stocks. A stock rated Neutral is included as a Hold, and a stock rated Underperform is included as a Sell.

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Investment rating	Total return expectation (within 12-month period of date of initial rating)	Ratings dispersion guidelines for coverage cluster ^{R2}
Buy	≥ 10%	≤ 70%
Neutral	≥ 0%	≤ 30%
Underperform	N/A	≥ 20%

^{R2} Ratings dispersions may vary from time to time where BofA Global Research believes it better reflects the investment prospects of stocks in a Coverage Cluster.

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