Clear Channel Reports Year-End and Fourth Quarter 2002 Results

- **Fourth Quarter - Reported Revenues Increase 19% to $2.2 Billion, EBITDA As Adjusted increases 68% to $579 Million and Earnings per Diluted Share of $0.30**
- **Full Year – Reported Revenues Increase 6% to $8.4 Billion, EBITDA As Adjusted increases 14% to $2.2 Billion and Earnings per Diluted Share, before cumulative effect of a change in accounting principle, of $1.18, an increase of 188%**

*Statements listed above assume the adoption of FAS 142 occurred at the beginning of 2001

San Antonio, Texas February 25, 2003…Clear Channel Communications, Inc. (NYSE: CCU) today reported results for its fourth quarter and full year ended December 31, 2002.

The Company's reported revenues of $2.21 billion for the fourth quarter increased 19 percent over 2001 revenues of $1.86 billion. On a pro forma basis, quarterly revenues grew to $2.17 billion or an increase of 13 percent when compared with last year's revenues of $1.93 billion. EBITDA As Adjusted (defined as revenue less divisional operating expenses and corporate expenses and referred to as EBITDA – see reconciliation to operating income on page 4) for the quarter increased 68 percent over 2001, to $579 million from $345 million. Pro forma EBITDA increased 63 percent to $574 million from $352 million for the fourth quarter of 2001. By presenting EBITDA, pro forma revenues and pro forma EBITDA, Clear Channel intends to provide investors a better understanding of the core operating results and underlying trends to measure past performance as well as prospects for the future. Clear Channel evaluates operating performance based on several measures, including EBITDA, as Clear Channel believes it is an important measure of the operational strength of its businesses.

Clear Channel reported net earnings for the fourth quarter of $184 million, or $0.30 per diluted share. This compares to a net loss of $366 million or a net loss of $0.61 per diluted share for the fourth quarter 2001. Assuming the adoption of FAS 142 "Goodwill and Other Intangibles" had occurred at the beginning of 2001, the Company would have reported a net loss of $691 thousand or $0.00 per diluted share for the fourth quarter of 2001.

For the full year, the Company reported revenues of $8.42 billion, an increase of 6 percent when compared to revenues of $7.97 billion for the same period in 2001. On a pro forma basis, 2002 revenues grew 2 percent to $8.35 billion compared with revenues of $8.21 billion in 2001. EBITDA for 2002 increased 14 percent over 2001, to $2.19 billion from $1.92 billion. Pro forma EBITDA increased 12 percent to $2.18 billion from $1.95 billion for 2001.

The Company reported net earnings, before cumulative effect of a change in accounting principle, of $725 million, or $1.18 per diluted share for 2002. This compares to a net loss of $1.14 billion or a net loss of $1.93 per diluted share in 2001. Assuming the adoption of FAS 142 "Goodwill and Other Intangibles" had occurred at the beginning of 2001, net earnings would have been $249 million or $0.41 per diluted share for 2001, representing an increase of 188 percent on a per share basis.

The Company's 2002 net earnings includes approximately $49.1 million of pre-tax gains, $0.05 per share after tax, related to the sale of a television license, extinguishment of long-term debt, sale of a marketable security, sale of other assets and a litigation settlement. Excluding those gains, net earnings per share would have been $1.13.

For 2002, cash flow from operating activities was $1.75 billion, cash flow used in investing activities was $627 million and cash flow used in financing activities was $1.11 billion for a net increase in cash of $15 million. Free cash flow (defined as EBITDA less interest expense, adjusted current taxes and non-revenue producing capital expenditures – see reconciliation of cash flow from operating activities to free cash flow on page 4) increased 54 percent to $1.25 billion or $1.99 per diluted share, compared to $812 million or $1.34 per diluted share for 2001. Clear Channel believes free cash flow is an important measure of the financial strength of its businesses. By presenting free cash flow, Clear Channel intends to provide investors a better understanding of the Company's ability to pay down debt, invest in its businesses and provide a return to shareholders.

Lowry Mays, Chairman and Chief Executive Officer of Clear Channel said, "I am very proud of the financial results that we delivered to our shareholders this year, despite a challenging industry and economic environment. We are also proud of the value we have created not just for our investors but for our listeners and advertisers/customers over the past thirty years. We could not have achieved that success, and created that value, if we were not acutely sensitive to the needs of the listeners and communities we serve, and if we did not do a quality job of meeting those needs year in and year out."

Mr. Mays added, "Clear Channel was founded on integrity and strong values 30 years ago and those same values guide us today. We are determined to deliver superior value to our customers, patrons and listeners. We believe that operational and financial excellence and outstanding service to our advertisers, customers and communities are the standards by which we should be judged, and we encourage and nourish those core values."

Mr. Mark Mays, President and Chief Operating Officer said, "One of Clear Channel's biggest strengths has always been our ability to develop an outstanding team. We have a talented, deep, dedicated group of people who guide each of our businesses in the local markets. We are very proud of the many individual employees in each of our individual markets who work hard to build their businesses. Their efforts in tailoring the vast resources of Clear Channel to best serve the specific needs of their local marketplaces is the key to our success. Our success is evidence of their skill, dedication, commitment and determination as they fulfill their commitment to their communities. We are very proud of the results. We are very proud of the Clear Channel family; they work hard every day to deliver quality to the customers, consumers and communities we serve."

Segment Operating Results

RADIO: For the fourth quarter of 2002, revenues increased 10 percent to $979 million and EBITDA increased 43 percent to $428 million over the same period in 2001. On a pro forma basis, revenues for the fourth quarter of 2002 increased 9 percent and EBITDA increased 42 percent when compared to the fourth quarter of 2001. For the full year of 2002, Clear Channel Radio revenues increased 8 percent to $3.72 billion and EBITDA increased 18 percent to $1.59 billion, when compared to the same period in 2001. On a pro forma basis, revenues for the full year 2002 increased 6 percent and EBITDA increased 17 percent when compared to 2001.

OUTDOOR: For the fourth quarter of 2002, revenues increased 17 percent and EBITDA increased 44 percent over the same period in 2001. On a pro forma basis, revenues for the fourth quarter of 2002 increased 5 percent and EBITDA increased 31 percent when compared to the fourth quarter of 2001. For the full year of 2002, Clear Channel Outdoor revenues increased 6 percent to $1.86 billion and EBITDA decreased 4 percent to $506 million, when compared to the same period in 2001. On a pro forma basis, revenues for the full year 2002 decreased 3 percent and EBITDA decreased 10 percent when compared to 2001.

ENTERTAINMENT: For the fourth quarter of 2002, revenues increased 28 percent to $562 million and EBITDA increased from a negative $18 million in 2001 to a positive $12 million in 2002. On a pro forma basis, revenues for the fourth quarter of 2002 increased 26 percent and EBITDA increased from a negative $21 million in 2001 to a positive $11 million in 2002. For the full year of 2002, Clear Channel Entertainment revenues declined 1 percent to $2.45 billion and EBITDA increased 5 percent to $158 million, when compared to the same period in 2001. On a pro forma basis, revenues for the full year 2002 decreased 4 percent and EBITDA increased 2 percent when compared to 2001.

Operating Results
(in $000s)

Below are the consolidated reported and pro forma results for the fourth quarter of 2002 versus 2001.

Revenue	4th Quarter					
	Reported			Pro forma (a)		
	2002	2001	% Change	2002	2001	% Change
Radio	$979,015	$890,625	9.9%	$979,015	$902,601	8.5%
Outdoor	538,299	458,965	17.3%	512,871	488,609	5.0%
Entertainment	562,499	439,409	28.0%	549,936	437,029	25.8%
Other	166,280	109,064	52.5%	166,280	135,574	22.6%
Eliminations	(36,360)	(35,917)	1.2%	(36,360)	(35,917)	1.2%
Consolidated	$2,209,733	$1,862,146	18.7%	$2,171,742	$1,927,896	12.6%

EBITDA	4th Quarter					
	Reported			Pro forma (a)		
	2002	2001	% Change	2002	2001	% Change
Radio	$428,201	$299,130	43.2%	$428,201	$300,863	42.3%
Outdoor	155,001	107,723	43.9%	151,243	115,088	31.4%
Entertainment	12,209	(18,307)	*	11,106	(21,114)	*
Other	37,310	2,758	1,252.8%	37,310	6,921	439.1%
Corporate	(53,813)	(46,602)	15.5%	(53,813)	(49,472)	8.8%
Consolidated	$578,908	$344,702	67.9%	$574,047	$352,286	62.9%

(a) Includes adjustments to the prior period (2001) for all acquisitions for the same time frame as actually owned in the current period (2002). The 2002 pro forma include an adjustment for foreign exchange to present results in 2001 constant dollars. Divestitures are excluded from both 2001 and 2002.
(*) Not meaningful

Below are the consolidated reported and pro forma results for the full year of 2002 versus 2001.

Revenue	Full Year					
	Reported			Pro forma (b)		
	2002	2001	% Change	2002	2001	% Change
Radio	$3,717,243	$3,455,553	7.6%	$3,717,243	$3,497,376	6.3%
Outdoor	1,859,643	1,748,031	6.4%	1,814,546	1,860,266	(2.5%)
Entertainment	2,447,302	2,477,640	(1.2%)	2,418,971	2,511,146	(3.7%)
Other	528,374	423,651	24.7%	528,374	480,752	9.9%
Eliminations	(131,507)	(134,872)	(2.5%)	(131,507)	(134,872)	(2.5%)
Consolidated	$8,421,055	$7,970,003	5.7%	$8,347,627	$8,214,668	1.6%

EBITDA	Full Year					
	Reported			Pro forma (b)		
	2002	2001	% Change	2002	2001	% Change
Radio	$1,591,104	$1,350,834	17.8%	$1,591,104	$1,358,137	17.2%
Outdoor	505,551	527,350	(4.1%)	499,229	555,054	(10.1%)
Entertainment	157,648	150,531	4.7%	153,984	151,127	1.9%
Other	113,991	74,582	52.8%	113,991	77,514	47.1%
Corporate	(176,370)	(187,434)	(5.9%)	(176,370)	(193,607)	(8.9%)
Consolidated	$2,191,924	$1,915,863	14.4%	$2,181,938	$1,948,225	12.0%

(b) Includes adjustments to the prior period (2001) for all acquisitions for the same time frame as actually owned in the current period (2002). The 2002 pro forma include an adjustment for foreign exchange to present results in 2001 constant dollars. Divestitures are excluded from both 2001 and 2002.

Consolidated
Reconciliation of EBITDA to Operating Income

(in $000s)	Three Months Ended December 31		Full Year	
	2002	2001	2002	2001
EBITDA	$578,908	$344,702	$2,191,924	$1,915,863
Less:				
Non-cash compensation expense	1,217	2,146	5,436	17,077
Depreciation and amortization	171,584	651,108	620,766	2,562,480
Operating income	$406,107	($308,552)	$1,565,722	($663,694)

Free Cash Flow
(in $000s, except per share data)

	Three Months Ended December 31		Full Year	
	2002	2001	2002	2001
EBITDA	$578,908	$344,702	$2,191,924	$1,915,863
Interest Expense	(106,134)	(131,394)	(432,786)	(560,077)
Current Tax Benefit (Expense) (c)	(70,024)	92,224	(205,216)	(125,658)
Non-Revenue Producing Capital Expenditures	(129,211)	(141,700)	(305,731)	(417,900)
Total Free Cash Flow	$273,539	$163,832	$1,248,191	$812,228
Total Free Cash Flow Per Share	$0.43	$0.27	$1.99	$1.34
Weighted-Average Shares Outstanding (d)	629,294	602,546	627,440	605,439

(c) Current tax benefit (expense) reflects adjustments for non-routine deferred tax items of ($151,960) and ($56,073) for the fourth quarter and full year of 2002, and ($68,295) for both the fourth quarter and full year of 2001, respectively.

(d) The 2001 amounts include an additional 4,733 shares and 13,474 shares for the three months and twelve months ended December 31, 2001, used to calculate both adjusted earnings per share giving effect to FAS 142 and free cash flow per share.

Reconciliation of Cash Flow From Operating Activities to Free Cash Flow

(in $000s)	Three Months Ended December 31		Full Year	
	2002	2001	2002	2001
Net cash provided by operating activities	$493,864	$255,454	$1,747,694	$609,587
Non-Routine Deferred Tax Items	(151,960)	(68,295)	(56,073)	(68,295)
Changes in Operating Assets and Liabilities	52,403	128,033	(129,879)	696,190
Non-Revenue Producing Capital Expenditures	(129,211)	(141,700)	(305,731)	(417,900)
Other	8,443	(9,660)	(7,820)	(7,354)
Free Cash Flow	$273,539	$163,832	$1,248,191	$812,228

Selected Balance Sheet Information
(in $000s)

	December 31, 2002	December 31, 2001
Cash and Cash Equivalents	$170,086	$154,744
Total Current Assets	$2,123,495	$1,941,299
Net Property, Plant and Equipment	$4,242,812	$3,956,749
Total Assets	$27,672,153	$47,603,142
Current Liabilities (excluding current portion of long-term debt)	$1,614,107	$1,444,636
Long-Term Debt (including current portion of long-term debt)	$8,778,622	$9,482,934
Shareholders' Equity	$14,210,092	$29,736,063

Capital Expenditures
(in $000s)

Capital expenditures for the fourth quarter and full year 2002 were:

	Three Months Ended December 31	Full Year Ended December 31
Recurring	$38,295	$116,315
Non-recurring projects	90,916	189,416
Revenue producing	80,904	242,914
Total capital expenditures	$210,115	$548,645

The Company defines recurring capital expenditures as those expenditures that are required each year. Non-recurring projects are expenditures arising primarily from the integration of newly acquired entities. Revenue producing is discretionary capital investment for new revenue streams.

Liquidity and Financial Position

At December 31, 2002, Clear Channel had long-term debt of:

(In $ Millions)	
Bank Credit Facilities	$2,152.3
Public Notes	5,655.9
Convertible Notes	769.7
Other Debt	200.7
Total	$8,778.6

Leverage, defined as debt[e], net of cash, divided by the trailing 12-month pro forma EBITDA[f], was 3.9x at December 31, 2002.

(e) As defined by Clear Channel's credit facilities, debt is long-term debt of $8,778.6 plus letters of credit and guarantees of third party debt of $241.3 million; plus deferred purchase consideration of $34.2 million included in other long-term liabilities; less fair value of interest rate swaps of $119.8 million; and, less purchase accounting premiums of $86.7 million.

(f) As defined by Clear Channel's credit facilities, pro forma EBITDA is the trailing twelve-month EBITDA adjusted to include EBITDA of any assets acquired in the trailing twelve-month period.

In January 2003, Clear Channel issued $300 million of 4 5/8% Senior Notes due 2008 and $500 million of 5 ¾% Senior Notes due 2013. The proceeds of the issuance were used to pay down the Company's bank credit facilities and to finance the redemption of AMFM Operating, Inc.'s 8.125% Senior Subordinated Notes due 2007 and 8.75% Senior Subordinated Notes due 2007. The AMFM notes were redeemed pursuant to call provisions in the indentures.

Clear Channel has three domestic bank credit facilities with $2.56 billion available at February 25, 2003. The Company currently has approximately $1.25 billion of public debt maturing in 2003 in addition to other indebtedness, including notes and convertible notes, maturing in later years. The Company intends to utilize the existing capacity under its bank facilities and other available funds to redeem or repurchase any or all of such debt through open market purchases, privately negotiated transactions, or other means.

Guidance

The Company believes that, based on the current economic and advertising environment, 1st Quarter 2003 EBITDA will be in the range of $370-390 million.

Conference Call

Our year-end and 4th quarter 2002 earnings conference call will be held today at 9:00 a.m. Eastern Time. The dial-in number is 801-303-7416 and a pass code is not required. Please call 10 minutes prior to the beginning of the call to ensure that you are connected before the start of the presentation. The teleconference will also be available via a live audio cast on the Company's website, located at http://www.clearchannel.com. A replay of the call will be available for 72 hours after the conference call. The replay number is 402-220-1490 and the pass code 1026. The audio cast will also be archived on the Company's website and will be available beginning 24 hours after the call for a period of one week.

About Clear Channel Worldwide

Visit our website at http://www.clearchannel.com.

Clear Channel Worldwide, headquartered in San Antonio, Texas, is a global leader in the out-of-home advertising and entertainment industries with radio and television stations, outdoor advertising displays, and live entertainment productions and venues throughout the US and in 65 countries around the world.

For further information contact:
Investors
Randy Palmer
Vice President of Investor Relations
(210) 832-3315

Media
Diane Warren
Vice President of Communications
(210) 832-3509

The numbers contained within this release are unaudited. Certain statements in this release constitute "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. The words or phrases "guidance," "expect," "anticipate," "estimates" and "forecast" and similar words or expressions are intended to identify such forward-looking statements. In addition, any statements that refer to expectations or other characterizations of future events or circumstances are forward-looking statements. Various risks that could cause future results to differ from those expressed by the forward-looking statements included in this release include, but are not limited to: changes in economic conditions in the U.S. and in other countries in which Clear Channel currently does business (both general and relative to the advertising and entertainment industries);

fluctuations in interest rates; changes in industry conditions; changes in operating performance; shifts in population and other demographics; changes in the level of competition for advertising dollars; fluctuations in operating costs; technological changes and innovations; changes in labor conditions; changes in governmental regulations and policies and actions of regulatory bodies; fluctuations in exchange rates and currency values; changes in tax rates; changes in capital expenditure requirements and access to capital markets. Other key risks are described in the Clear Channel Communications' reports filed with the U.S. Securities and Exchange Commission. Except as otherwise stated in this news announcement, Clear Channel Communications does not undertake any obligation to publicly update or revise any forward-looking statements because of new information, future events or otherwise.

FINANCIAL HIGHLIGHTS

Clear Channel Communications, Inc. and Subsidiaries

Unaudited

(In thousands of dollars, except per share data)

	Three months ended December 31,			Twelve months ended December 31,		
	2002	**2001**	**% Change**	**2002**	**2001**	**% Change**
Revenue	**$2,209,733**	**$1,862,146**	**19%**	**$8,421,055**	**$7,970,003**	**6%**
Divisional operating expenses	1,577,012	1,470,842		6,052,761	5,866,706	
Operating cash flow	632,721	391,304	62%	2,368,294	2,103,297	13%
Corporate expenses	53,813	46,602		176,370	187,434	
EBITDA as adjusted (1)	**578,908**	**344,702**	**68%**	**2,191,924**	**1,915,863**	**14%**
Non-cash compensation expense	1,217	2,146		5,436	17,077	
Depreciation and amortization	171,584	651,108		620,766	2,562,480	
Operating Income	**406,107**	**(308,552)**		**1,565,722**	**(663,694)**	
Interest expense	106,134	131,394		432,786	560,077	
Gain (loss) on sale of assets related to mergers	-	(156,316)		3,991	(213,706)	
Gain (loss) on marketable securities	4,012	(3,692)		(3,096)	25,820	
Equity in earnings (loss) of nonconsolidated affilia	10,309	(1,226)		26,928	10,393	
Other income (expense) - net	(5,145)	171,316		57,430	152,267	
Income (loss) before income taxes and cumulative effect of a change in accounting principle	309,149	(429,864)		1,218,189	(1,248,997)	
Income tax benefit (expense):						
Current	81,936	160,519		(149,143)	(57,363)	
Deferred	(207,141)	(96,254)		(344,223)	162,334	
Income before cumulative effect of a change in accounting principle (FAS 142)	**$183,944**	**($365,599)**		**$724,823**	**#########**	
Income before cumulative effect of a change in accounting principle per share:						
Basic:	**$0.30**	**($0.61)**		**$1.20**	**($1.93)**	
Diluted:	**$0.30**	**($0.61)**		**$1.18**	**($1.93)**	
Net income per share adjusted for adoption of FAS 142 (2):						
Basic	$0.30	$0.00	N/A	$1.20	$0.42	186%
Diluted	$0.30	$0.00	N/A	$1.18	$0.41	188%
Free cash flow (3)	$273,539	$163,832	67%	$1,248,191	$812,228	54%
Free cash flow per share	$0.43	$0.27	59%	$1.99	$1.34	49%
Weighted Average Shares Outstanding - Diluted	629,294	597,813		627,440	591,965	

(1) Defined as cash flow from operations less corporate expenses.

(2) Adjusted to present the impact of FAS 142 on net income per share as if FAS 142 had been in effect for the three months and the year ended December 31, 2001.

(3) Defined as EBITDA as adjusted less interest expense, tax expense and non-revenue producing capital expenditures.

(4) The 2001 amounts do not include an additional 4,733 shares and 13,474 shares for the three months and the year ended December 31, 2001 used to calculate both adjusted earnings per share as required by FAS 142 and free cash flow per share.