

Growth through Diversity



Diversified Media For A Diverse Market

CORPORATE PROFILE

Entravision Communications Corporation (“Entravision”) is a leading U.S. Spanish-language media company, with interests spread across television, radio, outdoor advertising, and publishing. We own and operate television stations in 21 of the top-50 U.S. Hispanic markets and a television station in one of the Hispanic markets ranked 50-75. All of our owned television stations are affiliates of the Univision Network, the leading Spanish-language television network in the U.S. We are the principal Univision Network affiliate group. We also own and/or operate 58 radio stations, 56 of which are located in the top-50 U.S Hispanic markets, making us one of the nation’s largest Spanish-language radio broadcasters. Approximately 11,200 outdoor advertising faces are concentrated primarily in Hispanic neighborhoods in Los Angeles and New York, the two largest Hispanic markets in the U.S. El Diario/la Prensa, a leading Spanish-language daily newspaper in New York, makes up our publishing division. Entravision’s headquarters are located in Santa Monica, California. The company’s stock is traded on the New York Stock Exchange (EVC).



MARIA 19

LOS ANGELES > STUDENT

RADIO

- > 26 hours a week
- > Favorite station: *KSSE-FM 97.5*
Los Angeles, California

OUTDOOR

- > Exposed to approximately 7.5
Entravision outdoor ads per day

MARKET SHARE

- > Hispanic women 18-34, 13% of
U.S. Hispanic market or
approximately 4.1 million

Profile 1

TELEVISION

- > 20 hours a week
 - > Favorite show: *Noticias Las Vegas*
(Spanish-language local news)
-

RADIO

- > 23 hours a week
 - > Favorite station: *KRRN-FM 105.1*
Las Vegas, Nevada
-

MARKET SHARE

- > Hispanic men 18-34, 14% of U.S.
Hispanic market or approximately
4.3 million

ALEJANDRO 32

LAS VEGAS > SOFTWARE SALES





RAYMOND 50

NEW YORK > BUSINESS OWNER

NEWSPAPER

- > Daily
- > Favorite paper: *El Diario / la Prensa*
New York, New York

OUTDOOR

- > Exposed to approximately 9
Entravision outdoor ads per day

MARKET SHARE

- > Hispanic men, 25-54, 22% of U.S.
Hispanic market or approximately
6.8 million

TELEVISION

- > 26 hours a week
 - > Favorite show: *Mujeres Engañadas*
(Primetime Soap Opera Show)
-

RADIO

- > 24 hours a week
 - > Favorite station: *KJMN-FM 92.1*
Denver/Boulder, Colorado
-

MARKET SHARE

- > Hispanic female 18-49, 24% of U.S.
Hispanic market or approximately
7.4 million



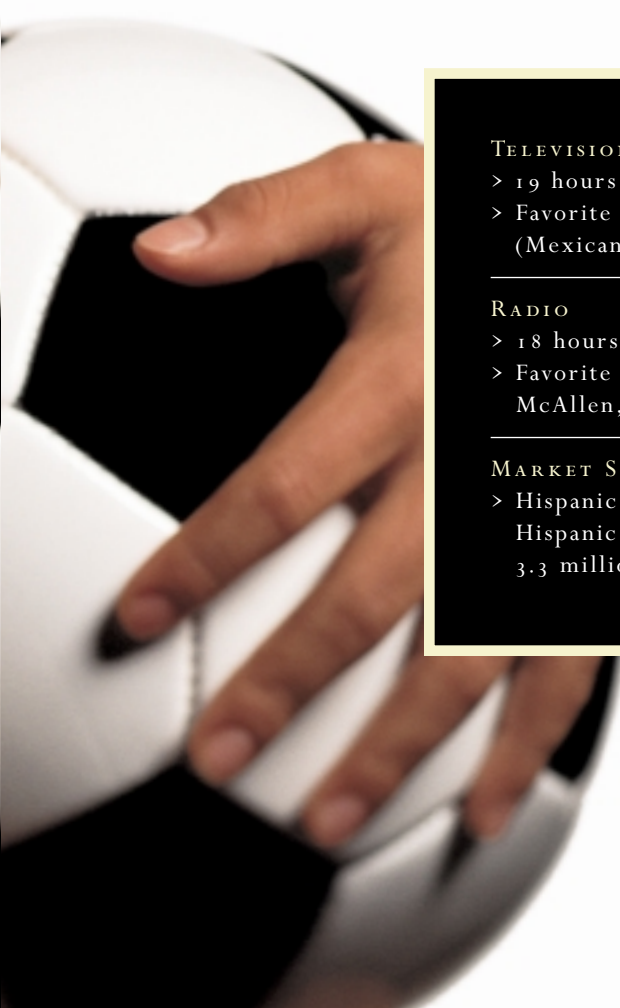
LUCINDA 36

DENVER > CLOTHING SALES



Luis 12

MCALLEN > STUDENT



TELEVISION

- > 19 hours a week
- > Favorite show: *Fútbol Liga Mexicana*
(Mexican League Soccer)

RADIO

- > 18 hours a week
- > Favorite station: *KKPS-FM 99.5*
McAllen, Texas

MARKET SHARE

- > Hispanic teen 12-17, 11% of U.S.
Hispanic market or approximately
3.3 million

Letter to Stockholders

ACQUISITIONS IN 2000

The proceeds of our IPO were deployed in acquisitions that increase our ability to participate in and contribute to the tremendous growth that we foresee for the Spanish-language broadcasting industry. In 2000, we spent more than \$1 billion to acquire television and radio stations, a newspaper and outdoor advertising assets.

LATIN COMMUNICATIONS GROUP

In April 2000, Entravision purchased Latin Communications Group Inc. (“LCG”) for \$256 million cash. LCG, the third-largest Spanish-language radio operator in the U.S., dramatically expanded our presence in Spanish-language radio broadcasting by adding 17 radio stations in 10 markets. As part of the transaction we also acquired *El Diario/la Prensa*, a leading Spanish-language daily newspaper serving the New York area and the oldest Spanish-language daily in the U.S. which was founded in 1913.

WE WELCOME OUR NEW STOCKHOLDERS TO WHAT WE BELIEVE IS ONE OF THE MOST EXCITING MEDIA COMPANIES IN THE U.S. TODAY. ENTRAVISION COMPLETED ITS INITIAL PUBLIC OFFERING (“IPO”) ON AUGUST 2, 2000, SELLING 52.9 MILLION SHARES OF CLASS A COMMON STOCK AND RAISING APPROXIMATELY \$814 MILLION OF NET CAPITAL IN ONE OF THE TWO LARGEST IPOs IN BROADCAST INDUSTRY HISTORY.

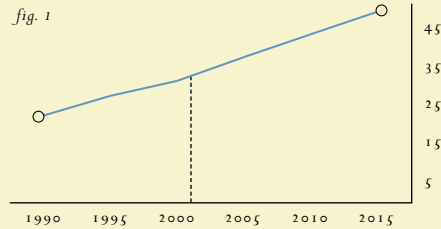
IN 2000, ENTRAVISION BECAME THE LARGEST U.S. DIVERSIFIED MEDIA COMPANY SPECIALIZING IN SPANISH-LANGUAGE BROADCASTING, OUTDOOR ADVERTISING, AND PUBLISHING, AND THE ONLY PUBLIC COMPANY TO OWN BOTH SPANISH-LANGUAGE TELEVISION AND RADIO STATIONS.

WE BELIEVE THAT THE U.S. HISPANIC MARKET OFFERS POTENTIAL FOR HIGH GROWTH IN THE YEARS AHEAD BECAUSE OF PROJECTED INCREASES IN U.S. HISPANIC POPULATION, PURCHASING POWER, EDUCATION, AND INFLUENCE OVER THE NEXT DECADE. ENTRAVISION IS EXCEPTIONALLY WELL-POSITIONED TO SERVE THE EXPANDING NEWS AND ENTERTAINMENT NEEDS OF THE ECONOMICALLY AND SOCIALLY VITAL U.S. HISPANIC AUDIENCE.

Z-SPANISH MEDIA AND INFINITY ASSETS

We followed the LCG acquisition with the purchase of Z-Spanish Media Corporation (“Z-Spanish Media”) in August 2000 for \$462 million, adding 25 additional Spanish-language radio stations in 13 markets to our radio broadcast group. After other transactions during 2000, including the divestiture of 11 radio stations mandated by regulators, we ended the year owning and/or operating 57 radio stations (38 FM and 19 AM), and consolidating our position as a national power in this medium.

As part of the Z-Spanish Media transaction, we obtained approximately 10,000 billboards concentrated in Hispanic neighborhoods in New York



U.S. HISPANIC POPULATION
(ESTIMATED IN MILLIONS)

Source: *The Hispanic Consumer Market Report in 1999 and Forecasts to 2020: Standard & Poor's DRI, 2000*

and Los Angeles, which we quickly added to with the purchase of approximately 1,200 billboards located primarily in Hispanic communities in New York from Infinity Broadcasting Corporation for \$168.2 million. The two outdoor advertising properties gave us a total of approximately 11,200 billboards in New York and Los Angeles, the two largest Hispanic markets in the U.S.

TELEVISION STATION ACQUISITIONS

We acquired television stations in Hartford, Connecticut, Boston, Massachusetts, and Orlando, Florida in 2000, for a total of \$88.9 million, gaining a new presence in two of the top-30 Hispanic markets. The addition of the full-power station in Orlando, the second fastest-growing U.S. Hispanic market of the top-25 U.S. Hispanic markets, added to our existing low-power station in that market.

We completed the integration of our acquired television and radio stations with our existing stations by year end, and transferred most of the radio broadcast operations to a new state-of-the-art digital satellite broadcast center in San Jose, California. As the only company owning significant assets in three of the principal media that reach the U.S. Hispanic population, we believe we now have an enormous advantage with national

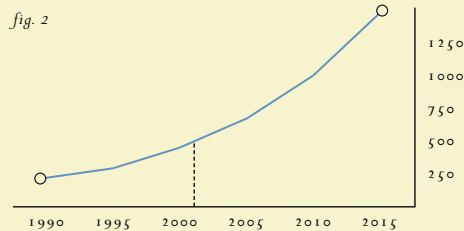
advertisers, especially in the nine markets where we own multiple radio properties and both television and radio properties.

RESULTS IN 2000

Net revenues for the year increased by 161% to \$154 million, up from \$59 million in 1999. Broadcast cash flow increased by 146% to \$56.4 million, and EBITDA grew by 155% to \$43.7 million. Between 1996, our first year of operations as Entravision, and 2000, our revenues have grown at a compound annual rate of 88.9% and our broadcast cash flow at a compound annual rate of 100.5%.

Acquisitions can produce large gains in revenues and operating income, as demonstrated above. Equally important for measuring a company's value, however, is the performance of those assets after acquisition. Entravision's assets performed exceptionally well in 2000.

On a same-station basis, net revenue for 2000 increased by \$14.0 million, a gain of 26% over 1999 results. Same-station broadcast cash flow for the year grew by \$6.8 million, up 32% over the previous year. Our revenues and broadcast cash flow growth were both well ahead of industry averages. This performance reflects the strong growth in the Hispanic market and our ability to



U.S. HISPANIC BUYING POWER
(ESTIMATED \$ IN BILLIONS)

Source: *The Hispanic Consumer Market Report in 1999 and Forecasts to 2020: Standard & Poor's DRI, 2000*

manage our broadcast, outdoor, and publishing businesses in a way that captures that growth in a cost-efficient way.

For 2000, we recorded a pro forma net loss of \$86.3 million or \$1.34 per share. The loss is attributable to interest expense of \$29.8 million, depreciation and amortization of \$69.2 million and non-cash expenses of \$45.5 million.

Our balance sheet remains strong, with \$69 million in cash at year end and a net debt to cash flow ratio of 2.86 times. Our debt levels remain low relative to our cash flow compared to the averages for our industry. We draw further strength from the diversity of our properties by media and by market. No market represents over 8% of our revenues or more than 7% of our broadcast cash flow.

FUTURE PROSPECTS

Entravision now has media representation in 40 markets that reach approximately 80% of U.S. Hispanics, as well as Hispanics in the border markets of Mexico. We expect to continue our aggressive expansion strategy, with an on-going objective of increasing our television, radio, and outdoor penetration in the nation's top-25 Hispanic markets.

We have acquired broadcast licenses and are

building new television stations in Santa Barbara, California and Odessa-Midland, Texas. We expect the Odessa-Midland station to begin operations as a Univision Network affiliate during the second quarter of 2001 and Santa Barbara during the second quarter of 2001. Counting these two properties, five of our television stations will have begun new operations within a nine-month period.

In addition, a significant number of our radio properties also are in their early stages of development. Accordingly, we look to exceptional revenue and profitability upside from these young television and radio stations as they begin to realize their potential.

Advertisers still allocate proportionately less of their budgets to Spanish-language media than is warranted by the size of the Hispanic audience. We estimate that this revenue gap for Entravision is more than \$220 million, of which approximately one-half is in television and one-half in radio. We believe that the gap will narrow in coming years, creating additional upside revenue potential for our company.

Our prospects are bright and our goals remain to generate 15% average annual growth in revenue and 20% in broadcast cash flow over the next five-year period.

RELATIONSHIP WITH UNIVISION

We deeply value our strong business ties with Univision Communications Inc. (“Univision”), the predominant Spanish-language television broadcaster in the U.S. Univision, one of the nation’s most successful media companies, was an early investor in Entravision, making possible some of our initial acquisitions of television stations.

Univision has increased its investment in Entravision over the last four-year period, and, at the end of 2000, owned approximately 32% of the outstanding stock of Entravision. We are the principal affiliate group of the Univision Network and are responsible for distributing their programming under 25-year affiliation agreements, presently representing approximately 25% of their broadcast coverage.

We supplement the Univision Network’s programming with high-quality, Spanish-language local news shows and relevant community-based content produced by all of our television stations. We also work closely with Univision’s powerful national sales organization to generate national advertising accounts for our Univision-affiliated stations.

NEW BOARD MEMBERS

We welcome two distinguished leaders to our Board of Directors. Michael S. Rosen is a private investor and active member of the boards of several private companies. His extensive financial background includes a previous role as a Divisional President of the Oppenheimer Funds. Former Congressman Esteban E. Torres is a long-time leader in the Hispanic community. He is presently a member of the U.S. Committee for UNICEF. He was U.S. Ambassador to UNESCO, and served as Special Assistant to the President for Hispanic Affairs under President Jimmy Carter. Recently, he was appointed by President

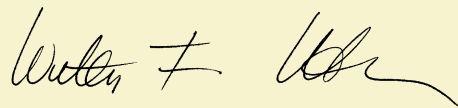
Bill Clinton to the Board of Directors of Fannie Mae, the largest non-bank financial services company in the world.

We thank all of our Board members for their valued advice and dedication to Entravision.

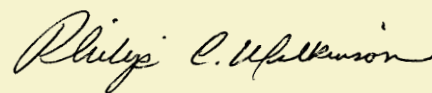
GRATITUDE TO EMPLOYEES AND STOCKHOLDERS

Entravision’s approximately 1,400 employees are privileged to serve the U.S. Hispanic community, which we believe constitutes one of the most dynamic and exciting segments of American society. Our media groups participate in job fairs, present public service announcements, and inform our audience about health, education, immigration, voter registration, and other issues of keen interest to U.S. Hispanics. Our local stations cover a broad range of community events and work hard in each of our markets to be the voice of the local Hispanic community.

Entravision’s employees own approximately 25% of the outstanding shares of Entravision. We are committed to building this company in the coming years and increasing the value of all stockholders’ investments. We thank our employees for their hard work and contribution to the company’s success during the last year, and thank you, our stockholders, for joining us in this exhilarating venture. We look forward to earning your continuing trust and confidence.


WALTER F. ULLOA

CHAIRMAN AND CHIEF EXECUTIVE OFFICER


PHILIP C. WILKINSON

PRESIDENT AND CHIEF OPERATING OFFICER

March 1, 2001

The U.S. Hispanic population will reach more than 55 million by 2020, or 17% of the U.S. population.





Consumer spending by U.S. Hispanics will more than quadruple in the next two decades to **over 2 trillion** annually in 2020.



Our Present Operations | Entravision is a leading diversified Spanish-language media company in the U.S. We are the predominant Spanish-language television broadcaster in the top-10-50 Hispanic markets, and one of the largest radio broadcasters in the top-50 Hispanic markets. We reach approximately 80% of the U.S. Hispanic audience with our television, radio, outdoor advertising, and publishing enterprises.

TELEVISION

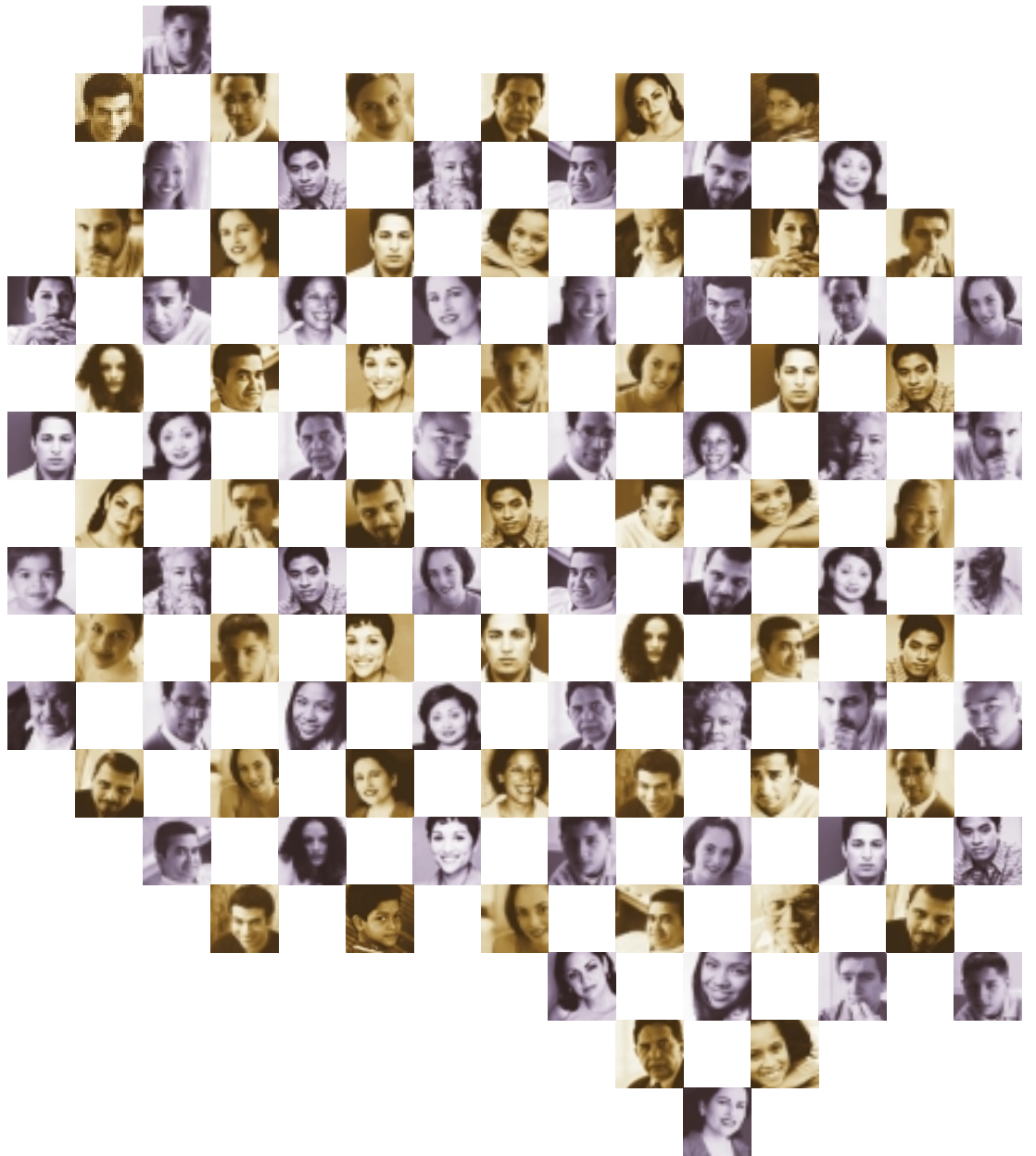
We are the number one-ranked Spanish-language television station in 21 markets in which we broadcast. We now reach a Hispanic television audience of nearly 6.5 million people who have an aggregate annual purchasing power of more than \$80 billion.

Our television broadcast properties consist of 24 primary stations, 21 of which are affiliates of the Univision Network. Of our 24 primary television stations, 13 are located in California and Texas, the two states with the largest Hispanic population in the nation. Our stations are in the five fastest-growing of the top-25 Hispanic markets, as measured by television household growth between 1990 and 2001.

We own five television stations in U.S. cities that border Mexico and also broadcast into Mexico. The population in the U.S. cities in these border markets, such as McAllen, Laredo and El Paso, Texas, is generally more than 70% Hispanic and the Entravision station is ranked first among all stations, Spanish and English language, from sign-on to sign-off.

Television ratings are measured and published by Nielsen Media Research ("Nielsen"), which in recent years began a special service to measure Hispanic viewing. Nielsen is now introducing improved methodology to its general market service that more accurately measures Hispanic viewing by using language spoken in the home in its metered market sample. We believe this new methodology will result in substantial rating gains yielding greater advertising revenue opportunities.

Our television broadcast group accounted for approximately 38% of Entravision's pro forma revenue and approximately 40% of our pro forma broadcast cash flow in 2000.





The U.S. Hispanic population is growing
7 times faster than
the U.S. non-Hispanic
population.



RADIO

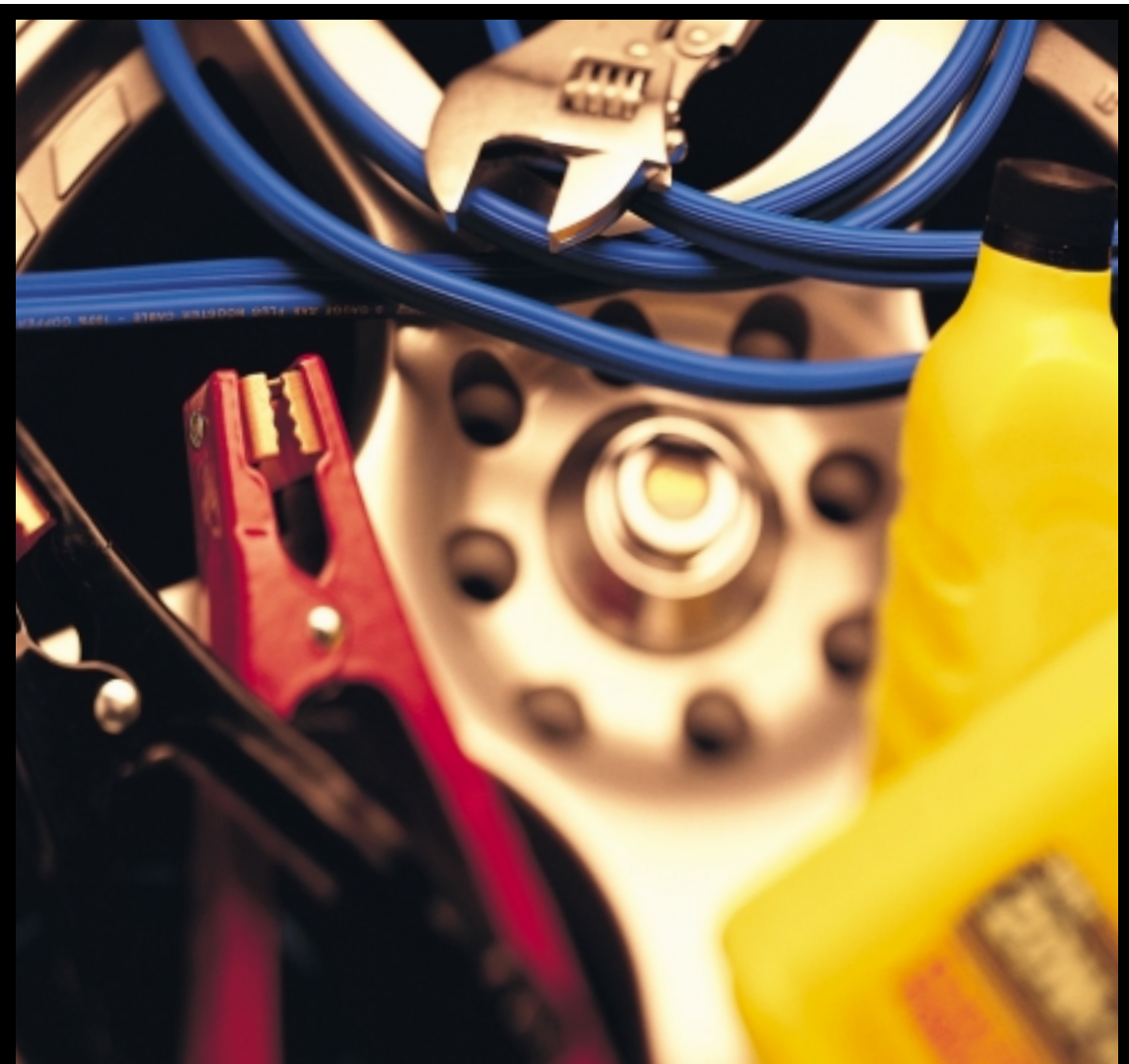
Entravision has created the largest U.S. Hispanic audience radio network in the nation, reaching a potential 17 million listeners. Our radio broadcast properties consist of 58 stations, 39 FM and 19 AM, which are located in the top-10 and top-50 Hispanic markets. We operate radio stations in 15 of the fastest-growing top-25 Hispanic markets. We have multiple stations in 17 markets, including three in Los Angeles, six in Dallas, four in Phoenix, five in El Paso, and four in McAllen.

At the close of 2000, 42 of our 58 radio stations were clustered in 12 of the nation's top-15 Hispanic markets. We are the number-one Spanish-language radio broadcaster based on Arbitron ratings in approximately one-half of our total number of markets.

In 2000, we built a new, sophisticated digital center in San Jose, California and integrated the broadcast operations of most of our radio stations into this center. We are able to originate broadcasting for our radio stations from this center and customize the content for each station to include a music format, local news, weather, and information. We broadcast music and voice content by satellite transmission to listeners in each market.

Entravision is the only national radio network broadcaster in the U.S. producing completely localized network radio from a centralized facility using advanced communications technology, giving us tremendous competitive advantages in terms of cost, talent, quality programming, and signal transmission.

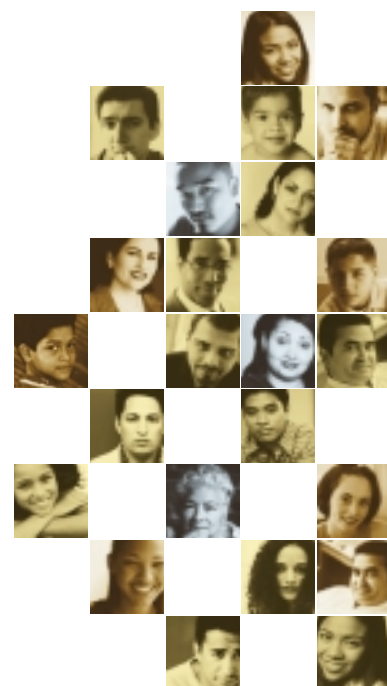
The Latin music featured by our stations is one of the most popular and fastest-growing music genres in the U.S. We have developed four brands of music formats that cater to different audience segments within a market. This allows us to reach different audience demographics in the 17 markets in which we have multiple stations. For example, we were the first broadcasters in the nation to introduce a contemporary hits format focused on the youth market into Spanish-language radio.



The U.S. Hispanic middle class **is expanding** as new vehicle, home, and computer purchases outpace those of non-Hispanics.



U.S. Hispanic
personal **income has**
increased as did
the number of
Hispanics who
attended college.







U.S. Hispanic households are
younger and larger and spend
more of their income on consumer
items and telephone services.



Our leading music formats are Radio Romantica (adult-contemporary, romantic ballads/current hits), addressed primarily to Hispanic females 18-49; Radio Tricolor (personality-driven, Mexican country-style), addressed primarily to Hispanic males 18-49; Super Estrella (music-driven, pop and alternative Spanish rock), addressed to Hispanic males and females, 18-34; and La Zeta (top hits in Spanish format, with recognizable radio personalities and music mainly from the northern and central regions of Mexico), addressed primarily to Hispanic males, 18-49.

Our radio broadcast group accounted for approximately 33% of Entravision's pro forma revenue and approximately 33% of our pro forma broadcast cash flow in 2000.

OUTDOOR

Our outdoor properties consist of approximately 11,200 billboards concentrated primarily in high-density Hispanic communities in New York and Los Angeles, the two largest U.S. Hispanic markets. These are primarily 30-sheet (12 feet high by 25 feet wide) and 8-sheet (6 feet high by 12 feet wide) billboards, which are of a size suitable for neighborhoods, in contrast to much larger billboards located on highways and major thoroughfares.

Outdoor advertising in neighborhoods has proven to be highly effective in influencing Hispanic purchasing decisions. Our acquisitions in 2000 allowed us to consolidate ownership of all 8-sheet and 30-sheet advertising faces in New York, the majority of which are located in predominantly Hispanic areas of the city.

Outdoor advertising accounted for approximately 19% of Entravision's pro forma revenue and approximately 23% of our pro forma broadcast cash flow in 2000.

PUBLISHING

El Diario/la Prensa continued to solidify its position as one of the largest and most prominent Spanish-language newspapers in New York and one of the most influential Spanish-language publications in the U.S.

Our publishing group accounted for approximately 10% of Entravision's pro forma revenue and approximately 4% of our pro forma broadcast cash flow in 2000.





In 2000, U.S.
Hispanics turned
out to vote in
record numbers
and bought goods
and services as
never before.



Our Strategy for Growth | We have adopted an aggressive growth strategy for Entravision that is based on an active and opportunistic acquisition program and an intensive and accelerated development of our existing media assets. In our television and radio groups, for example, we plan to stimulate internal growth by investing in additional sales and management talent, station facilities, and local news gathering and broadcasting capabilities.

TELEVISION We want to own and operate Univision Network affiliates in all top-10-50 markets where Univision does not own a station. We will seek to expand our position through acquiring stations and through purchasing licenses and construction permits and building new stations, as we are now doing in Santa Barbara and Odessa-Midland.

RADIO Our strategy is to become the largest and most important owner and operator of Spanish-language radio stations in the United States. We are now first in terms of number of stations and third in terms of radio revenue. We are focusing our strategy on expansion in the top-25 Hispanic markets, with an objective of clustering, or owning multiple stations in each market.

Additionally, our goal is to own radio stations in all of the markets where we own television stations and further the synergy between our different media interests nationally and in individual markets. Many advertisers have not yet participated in Spanish-language media. Radio is often the first medium that a new advertiser chooses, and, accordingly, we foresee great potential from new as well as existing Spanish-language radio advertisers.

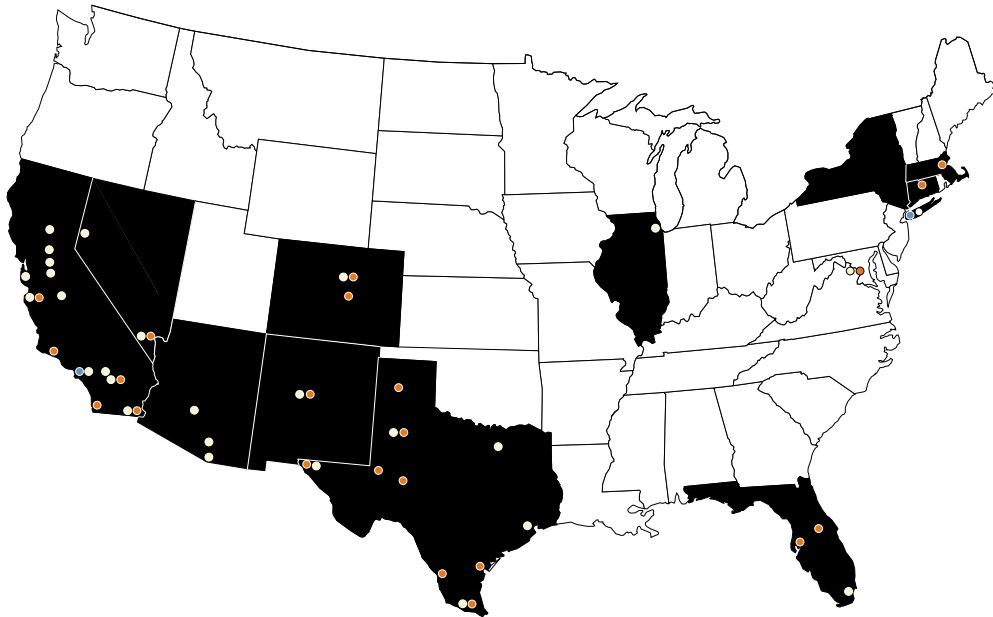
OUTDOOR ADVERTISING Our strategy is to replicate in top-10 U.S Hispanic markets the commanding position that we have built in 8-sheet and 30-sheet outdoor advertising faces primarily in Hispanic neighborhoods in New York and Los Angeles. As part of this strategy, we will integrate the marketing of our outdoor advertising with the national and local efforts of our other media holdings.

PUBLISHING We plan to develop our Spanish-language newspaper in New York to increase its circulation and profitability. In addition, we are exploring other ways to use the large amount of news and original content created at *El Diario/La Prensa* elsewhere in our media groups.



Spanish-language advertising
is 3.4 times **more persuasive** for
bilingual Hispanics than
English-language advertisements.





ENTRAVISION TELEVISION STATION PORTFOLIO

<i>Market</i>	<i>Hispanic Market Rank</i>	<i>Call Letters, Channel</i>
Harlingen-Weslaco-Brownsville-McAllen, Texas	9	KNVO-TV, Channel 48
San Diego, California	11	KBNT-LP, Channel 17 KSZZ-LP, Channel 19 KTCD-LP, Channel 46 ⁽¹⁾ KHAX-LP, Channel 49 ⁽¹⁾
Albuquerque-Santa Fe, New Mexico	12	KLUZ-TV, Channel 41 KLUZ-LP, Channel 48
El Paso, Texas	15	KINT-TV, Channel 26
Denver-Boulder, Colorado	16	KCEC-TV, Channel 50 KUVC-LP, Channel 36 KO3EM, Channel 3
Washington, D.C.	18	WMDO-CA, Channel 30
Tampa-St. Petersburg (Sarasota), Florida	19	WVEA-TV, Channel 62 WVEA-LP, Channel 61
Corpus Christi, Texas	20	KORO-TV, Channel 28
Boston, Massachusetts	23	WUNI-TV, Channel 27
Orlando-Daytona Beach-Melbourne, Florida	24	WVEN-TV, Channel 26 WVEN-LP, Channel 63
Las Vegas, Nevada	25	KINC-TV, Channel 15 KELV-LP, Channel 27 KNTL-LP, Channel 47 KWVB-LP, Channel 45
Monterey-Salinas-Santa Cruz, California	26	KSMS-TV, Channel 67
Hartford-New Haven, Connecticut	28	WUVN-TV, Channel 18
Laredo, Texas	31	KLDO-TV, Channel 27
Colorado Springs-Pueblo, Colorado	33	KGHB-CA, Channel 27
Santa Barbara-Santa Maria-San Luis Obispo, California	36	KPMR-TV, Channel 38
Yuma, Arizona-El Centro, California	37	KVYE-TV, Channel 7
Odessa-Midland, Texas	38	KUPB-TV, Channel 18
Lubbock, Texas	39	KBZO-LP, Channel 51
Palm Springs, California	42	KVER-CA, Channel 4 KEVC-CA, Channel 5 KVES-LP, Channel 28
Amarillo, Texas	43	KEAT-LP, Channel 22
San Angelo, Texas	66	KEUS-LP, Channel 31
Tecate, Baja California, Mexico	—	XUPN-TV, Channel 49 ⁽²⁾
Tijuana, Mexico	—	XHAS-TV, Channel 33 ⁽²⁾

⁽¹⁾We own a 47.5% equity interest in the entity that holds the FCC license to this station, with an option to acquire an additional 47.5%. We provide substantially all of the programming and related services available on this station pursuant to a time brokerage agreement.

⁽²⁾We hold a minority, limited voting interest (neutral investment stock) in the entity that directly or indirectly holds the broadcast license for this station. We have been retained to provide the programming and related services available on this station under a time brokerage agreement. The station holds absolute control on the contents and other broadcast issues.

ENTRAVISION RADIO STATION PORTFOLIO

<i>Market</i>	<i>Call Letters</i>	<i>Market</i>	<i>Call Letters</i>
Nogales, Arizona	KZNO 98.3 FM ⁽¹⁾	Stockton, California	KCVR 1570 AM
Phoenix, Arizona	KDVA 106.9 FM ⁽¹⁾	Stockton, California	KMIX 100.9 FM
Phoenix, Arizona	KLNZ 103.5 FM	Denver, Colorado	KJMN 92.1 FM
Phoenix, Arizona	KVVA 107.1 FM	Denver, Colorado	KMXA 1090 AM
Phoenix, Arizona	KUET 710 AM	Miami, Florida	WLQY 1320 AM ⁽¹⁾
Tucson, Arizona	KZLZ 105.3 FM	Chicago, Illinois	WNDZ 750 AM ⁽¹⁾
Chico, California	KEWE 1340 AM	Chicago, Illinois	WRZA 99.9 FM
Chico, California	KHHZ 97.7 FM	Chicago, Illinois	WZCH 103.9 FM
El Centro/Yuma, California	KWST 1430 AM	Las Vegas, Nevada	KRRN 105.1 FM
El Centro/Yuma, California	KMXX 99.3 FM	Reno, Nevada	KRNV 101.7 FM
El Centro/ Yuma, California	KSEH 94.5 FM	Albuquerque, New Mexico	KRZY 105.9 FM
Fresno, California	KHOT 1250 AM	Albuquerque, New Mexico	KRZY 1450 AM
Fresno, California	KZFO 92.1 FM	Dallas, Texas	KRVA 1600 AM
Los Angeles, California	KSSC 103.1 FM	Dallas, Texas	KRVA 106.9 FM ⁽¹⁾
Los Angeles, California	KSSD 103.1 FM	Dallas, Texas	KRVF 107.1 FM ⁽¹⁾
Los Angeles, California	KSSE 97.5 FM	Dallas, Texas	KXGM 106.5 FM ⁽¹⁾
Modesto, California	KTDZ 98.9 FM	Dallas, Texas	KZMP 101.7 FM
Modesto, California	KZMS 97.1 FM	Dallas, Texas	KZMP 1540 AM
Palm Springs, California	KLOB 94.7 FM	El Paso, Texas	KHRO 94.7 FM
Riverside, California	KCAL 1410 AM	El Paso, Texas	KINT 93.9 FM
Riverside, California	KSZZ 590 AM	El Paso, Texas	KOFX 92.3 FM
Sacramento, California	KCCL 101.9 FM	El Paso, Texas	KSVE 1150 AM
Sacramento, California	KRCX 99.9 FM	El Paso, Texas	KBIV 1650 AM
Sacramento, California	KRRE 104.3 FM	Houston, Texas	KGOL 1180 AM ⁽¹⁾
Salinas, California	KLOK 99.5 FM	Lubbock, Texas	KBZO 1460 AM
Salinas, California	KSES 107.1 FM	McAllen, Texas	KFRQ 94.5 FM
Salinas, California	KSES 700 AM	McAllen, Texas	KKPS 99.5 FM
San Francisco/San Jose, California	KLOK 1170 AM	McAllen, Texas	KVLY 107.9 FM
San Francisco/San Jose, California	KBRG 100.3 FM	McAllen, Texas	KVPA 101.1 FM

⁽¹⁾ Operated under a time brokerage agreement.⁽²⁾ Brokered out under a time brokerage agreement.

Financial Section



CONDENSED CONSOLIDATED BALANCE SHEETS

*(In thousands, except share and per share data)*December 31, 2000 1999

ASSETS

Current assets	\$ 122,053	\$ 15,377
Property and equipment, net	169,289	27,230
Intangible assets, net	1,257,348	152,387
Other assets	11,803	10,023
	<u>\$1,560,493</u>	<u>\$205,017</u>

LIABILITIES, MANDATORILY REDEEMABLE
PREFERRED STOCK AND EQUITY

Current liabilities	\$ 32,927	\$ 9,099
Long-term debt, net of current maturities	252,495	165,917
Other long-term liabilities	6,672	—
Deferred taxes	132,419	1,990
Total liabilities	<u>424,513</u>	<u>177,006</u>
Series A mandatorily redeemable convertible preferred stock, (\$51,394 liquidation value at December 31, 2000)	<u>80,603</u>	<u>—</u>
Equity	1,055,985	28,595
Less L.L.C. membership and stock subscription notes receivable	(608)	(584)
	<u>1,055,377</u>	<u>28,011</u>
	<u>\$1,560,493</u>	<u>\$205,017</u>

The condensed consolidated financial statements should be read in connection with the complete set of financial statements presented in Entravision Communications Corporation's Form 10-K or Proxy Statement for the 2001 Annual Meeting of the Stockholders.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(In thousands, except share, per share
and per L.L.C. membership unit data)

	Years Ended December 31,		
	2000	1999	1998
Gross revenue (including network compensation from Univision of \$4,338, \$2,748 and \$4,922)	\$ 170,810	\$ 66,204	\$ 49,872
Less agency commissions	16,789	7,205	5,052
Net revenue	<u>154,021</u>	<u>58,999</u>	<u>44,820</u>
Expenses:			
Direct operating (including Univision national representation fees of \$4,145, \$3,149 and \$2,379)	58,987	24,441	15,794
Selling, general and administrative (excluding non-cash stock-based compensation of \$5,822, \$29,143 and \$500)	38,600	11,611	8,877
Corporate expenses (including related parties of \$527, \$522 and \$453)	12,741	5,809	3,963
Non-cash stock-based compensation	5,822	29,143	500
Depreciation and amortization	69,238	15,982	10,934
	<u>185,388</u>	<u>86,986</u>	<u>40,068</u>
Operating income (loss)	(31,367)	(27,987)	4,752
Interest expense (including amounts to Univision of \$3,645, \$701 and \$701)	(29,834)	(9,690)	(8,386)
Non-cash interest expense relating to related-party conversion options	(39,677)	(2,500)	—
Interest income	5,918	99	142
Loss before income taxes	(94,960)	(40,078)	(3,492)
Income tax (expense) benefit	13,448	121	(210)
Effect of change in tax status	(10,514)	—	—
Net loss before equity in earnings of nonconsolidated affiliates	(92,026)	<u>(39,957)</u>	<u>(3,702)</u>
Equity in loss of nonconsolidated affiliates	(214)		
Net loss	(92,240)	(39,957)	(3,702)
Accretion of preferred stock redemption value and dividends	2,449	—	—
Net loss applicable to common stock	\$ (94,689)	\$ (39,957)	\$ (3,702)
Loss per share—basic and diluted	\$ (0.27)	\$ —	\$ —
Loss per L.L.C. membership unit	\$ (31.04)	\$ (19.12)	\$ (0.07)
Pro forma provision for income tax benefit	5,904	2,499	322
Pro forma net loss	\$ (86,336)	\$ (37,579)	\$ (3,170)
Pro forma per-share data:			
Net loss per share—basic and diluted	\$ (1.34)	\$ (1.16)	\$ (0.10)
Pro forma weighted average common shares outstanding:			
Basic and diluted	<u>66,451,637</u>	<u>32,402,378</u>	<u>32,894,802</u>

The condensed consolidated financial statements should be read in connection with the complete set of financial statements presented in Entravision Communications Corporation's Form 10-K or Proxy Statement for the 2001 Annual Meeting of the Stockholders.

CONDENSED CONSOLIDATED STATEMENTS OF MANDATORILY REDEEMABLE PREFERRED STOCK AND EQUITY

<i>(In thousands, except share and L.L.C. membership unit data)</i>	<i>Entravision Communications Company, L.L.C.</i>	<i>Common Stock of Member Corporations</i>
Balance, December 31, 1997	\$ 13,543	\$ 1,255
Capitalization of 9,750 shares of Telecorpus, Inc.	—	1
Issuance of 147,411 Class A membership units in exchange for assets contributed by member corporation	—	—
Conversion of 4,500 Class A membership units into 4,500 Class E and F membership units	—	—
Interest earned on notes receivable from member	21	—
Increase in notes and subscriptions receivable from member	—	—
Repurchase of 1,600 shares of Golden Hills Broadcasting Corporation common stock	—	—
Compensation expense attributable to employee equity awards	500	—
Net loss	—	—
Distributions and dividends to members and stockholders	—	—
	14,064	1,256
Balance, December 31, 1998	14,064	1,256
Increase in conversion option on subordinated note agreement relating to acquisition of business	13,915	—
Estimated value of subordinated note conversion option	2,500	—
Conversion of 813 Class A membership units into 813 Class E and F membership units	—	—
Interest earned on notes receivable from member	23	—
Increase in notes and subscriptions receivable from member	—	—
Compensation expense attributable to employee equity awards	29,143	—
Repurchase of 250 shares of Telecorpus, Inc. common stock	—	—
Net loss	—	—
Distributions and dividends to members and stockholders	—	—
	59,645	1,256
Balance, December 31, 1999	59,645	1,256
Interest earned on notes and subscriptions receivable	14	—
Estimated value of Univision subordinated note conversion option	—	—
Estimated value of subordinated note conversion option	—	—
Restricted employee equity awards of 33,923 Class D LLC units	6,920	—
Amortization of deferred compensation	—	—
Unrestricted employee equity awards of 16,050 Class D LLC units	3,852	—
Net loss for the period through August 2, 2000	—	—
Reclassification of accumulated deficit	(44,711)	—
To give effect to reorganization	(25,720)	(1,256)
	\$ —	\$ —
Balance, August 2, 2000	\$ —	\$ —

The condensed consolidated financial statements should be read in connection with the complete set of financial statements presented in Entravision Communications Corporation's Form 10-K or Proxy Statement for the 2001 Annual Meeting of the Stockholders.

<i>Additional Paid-in Capital of Member Corporations</i>	<i>Deferred Compensation</i>	<i>Accumulated Deficit</i>	<i>Notes Receivable Stockholder and Members</i>	<i>Total</i>
\$ 16,329	\$ —	\$ 1,470	\$(540)	\$ 32,057
—	—	—	—	1
—	—	—	—	—
—	—	—	—	—
—	—	—	—	21
—	—	—	(21)	(21)
—	—	(1,000)	—	(1,000)
—	—	—	—	500
—	—	(3,702)	—	(3,702)
—	—	(2,985)	—	(2,985)
16,329	—	(6,217)	(561)	24,871
—	—	—	—	13,915
—	—	—	—	2,500
—	—	—	—	—
—	—	—	—	23
—	—	—	(23)	(23)
—	—	—	—	29,143
—	—	(61)	—	(61)
—	—	(39,957)	—	(39,957)
—	—	(2,400)	—	(2,400)
16,329	—	(48,635)	(584)	28,011
—	—	—	(14)	—
31,600	—	—	—	31,600
19,537	—	—	—	19,537
—	(6,920)	—	—	—
—	392	—	—	392
—	—	—	—	3,852
—	—	(63,542)	—	(63,542)
(67,466)	—	112,177	—	—
—	6,528	—	598	(19,850)
\$ —	\$ —	\$ —	\$ —	\$ —

CONDENSED CONSOLIDATED STATEMENTS OF MANDATORILY REDEEMABLE PREFERRED STOCK AND EQUITY

<i>(In thousands, except share and L.L.C. membership unit data)</i>	<i>Preferred Stock</i>		<i>Number of Common Shares</i>		
	<i>Shares</i>	<i>Amount</i>	<i>Class A</i>	<i>Class B</i>	<i>Class C</i>
Balance, August 2, 2000	—	\$ —	—	—	—
Adjustments to give effect to reorganization	—	—	5,538,175	27,678,533	—
Interest earned on subscriptions receivable	—	—	—	—	—
Issuance of common stock in initial public offering, including exchange of Univision note payable for 21,983,392 Class C common shares	—	—	52,900,000	—	21,983,392
Issuance of common stock and exchange of stock options in connection with the acquisition of Z-Spanish Media	—	—	7,187,888	—	—
Issuance of preferred stock upon conversion of subordinated note	5,865,102	78,154	—	—	—
Accretion of redemption value and dividends on preferred stock	—	2,449	—	—	—
Amortization of deferred compensation	—	—	—	—	—
Estimated fair value of stock options granted to nonemployees	—	—	—	—	—
Net loss for the period from August 2, 2000 through December 31, 2000	—	—	—	—	—
	5,865,102	\$80,603	65,626,063	27,678,533	21,983,392
Balance, December 31, 2000	5,865,102	\$80,603	65,626,063	27,678,533	21,983,392

The condensed consolidated financial statements should be read in connection with the complete set of financial statements presented in Entravision Communications Corporation's Form 10-K or Proxy Statement for the 2001 Annual Meeting of the Stockholders.

<i>Class A</i>	<i>Common Stock</i>		<i>Additional Paid-in Capital</i>	<i>Deferred Compensation</i>	<i>Accumulated Deficit</i>	<i>Subscription Notes Receivable</i>	<i>Total</i>
	<i>Class B</i>	<i>Class C</i>					
\$—	\$—	\$—	\$ —	\$ —	\$ —	\$ —	\$ —
1	3	—	26,972	(6,528)	—	(598)	19,850
—	—	—	10	—	—	(10)	—
5	—	2	933,967	—	—	—	933,974
1	—	—	131,825	(817)	—	—	131,009
—	—	—	—	—	—	—	—
—	—	—	—	—	(2,449)	—	(2,449)
—	—	—	—	1,600	—	—	1,600
—	—	—	91	—	—	—	91
—	—	—	—	—	(28,698)	—	(28,698)
<u>\$ 7</u>	<u>\$ 3</u>	<u>\$ 2</u>	<u>\$1,092,865</u>	<u>\$ (5,745)</u>	<u>\$ (31,147)</u>	<u>\$ (608)</u>	<u>\$1,055,377</u>

CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

<i>(In thousands)</i>	<i>Years Ended December 31,</i>	<u>2 0 0 0</u>	<u>1 9 9 9</u>	<u>1 9 9 8</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Net loss		\$ (92,240)	\$(39,957)	\$ (3,702)
Adjustments to reconcile net loss to net cash provided by operating activities:				
Depreciation and amortization		69,238	15,723	10,934
Deferred tax expense (benefit)		(4,126)	406	(83)
Amortization of debt issue costs		2,779	258	1,295
Intrinsic value of subordinated note conversion option		39,677	2,500	—
Net loss in equity method investee		214	—	—
Non-cash stock-based compensation and other expense		5,899	29,143	500
(Gain) loss on disposal of media properties and other assets		(43)	100	15
Changes in assets and liabilities, net of effect of business combinations		(10,790)	(2,045)	(1,301)
Net cash provided by operating activities		<u>10,608</u>	<u>6,128</u>	<u>7,658</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Purchases of property and equipment and intangibles, net		(11,805)	(12,709)	(3,075)
Cash deposits and purchase price on acquisitions		(990,495)	(46,354)	(22,511)
Net cash (used in) investing activities		<u>(1,002,300)</u>	<u>(59,063)</u>	<u>(25,586)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Proceeds from issuance of common stock		813,974	—	—
Principal payments on notes payable		(334,925)	(352)	(288)
Proceeds from borrowings on notes payable		592,367	54,913	24,407
Dividends paid to members for income taxes		—	(2,400)	(2,985)
Purchase and retirement of common stock		—	(530)	(500)
Payments of deferred debt costs		(12,857)	—	(1,295)
Net cash provided by financing activities		<u>1,058,559</u>	<u>51,631</u>	<u>19,339</u>
Net increase (decrease) in cash and cash equivalents		<u>66,867</u>	<u>(1,304)</u>	<u>1,411</u>
CASH AND CASH EQUIVALENTS				
Beginning		2,357	3,661	2,250
Ending		<u>\$ 69,224</u>	<u>\$ 2,357</u>	<u>\$ 3,661</u>

(continued)

(In thousands) Years Ended December 31,

SUPPLEMENTAL DISCLOSURES OF
CASH FLOW INFORMATION

	2000	1999	1998
Cash payments for:			
Interest	\$ 23,266	\$ 10,542	\$ 6,744
Income taxes	\$ 895	\$ 96	\$ 51

SUPPLEMENTAL DISCLOSURES OF NON-CASH INVESTING
AND FINANCING ACTIVITIES

Conversion of notes payable for preferred stock and Class C common shares	\$ 198,539	\$ —	\$ —
Issuance of note payable in connection with redemption of common stock of member corporations	\$ —	\$ 30	\$ 500

ASSETS ACQUIRED AND DEBT ISSUED IN
BUSINESS COMBINATIONS

Current and other assets	\$ 25,771	\$ 86	\$ 99
Property and equipment	128,342	4,477	1,343
Intangible assets	1,164,047	67,533	16,733
Current and other liabilities	(25,811)	—	(164)
Deferred taxes	(123,311)	(2,112)	—
Notes payable	(40,004)	(12,000)	(350)
Increase in subordinated note conversion option	—	(13,915)	—
Estimated fair value allocated to purchase option agreement	(3,500)	—	—
Issuance of common stock and exchange of stock options	(131,009)	—	—
Less cash deposits from prior year	(8,500)	(5,533)	(500)
Net cash paid	\$ 986,025	\$ 38,536	\$ 17,161

The condensed consolidated financial statements should be read in connection with the complete set of financial statements presented in Entravision Communications Corporation's Form 10-K or Proxy Statement for the 2001 Annual Meeting of the Stockholders.

REPORT OF INDEPENDENT AUDITORS

To the Board of Directors and Stockholders of Entravision Communications Corporation

We have audited, in accordance with generally accepted auditing standards, the consolidated balance sheets of Entravision Communications Corporation and Subsidiaries as of December 31, 2000 and 1999, and the related consolidated statements of operations, cash flows and equity for each of the three years in the period ended December 31, 2000 (not presented herein); and in our report dated February 5, 2001, we expressed an unqualified opinion on those consolidated financial statements. In our opinion, the information set forth in the accompanying condensed consolidated financial statements is fairly stated, in all material respects, in relation to the consolidated financial statements from which it has been derived.



Pasadena, California

February 5, 2001

The condensed consolidated financial statements should be read in connection with the complete set of financial statements presented in Entravision Communications Corporation's Form 10-K or Proxy Statement for the 2001 Annual Meeting of the Stockholders.

OFFICERS AND DIRECTORS

OFFICERS

WALTER F. ULLOA

Chairman and Chief Executive Officer

PHILIP C. WILKINSON

President and Chief Operating Officer

JEFFERY A. LIBERMAN

President, Radio Division

JEANETTE TULLY

Executive Vice President and Chief Financial Officer

LARRY SAFIR

Executive Vice President

GLENN EMANUEL

President, Outdoor Division

MICHAEL G. ROWLES

Senior Vice President and General Counsel

BRAM WATKINS

Senior Vice President

PAUL A. ZEVNIK

Secretary

DIRECTORS

WALTER F. ULLOA

Chairman and Chief Executive Officer

PHILIP C. WILKINSON

President and Chief Operating Officer

AMADOR S. BUSTOS

Private Investor

ANDREW W. HOBSON

Executive Vice President, Univision Network

MICHAEL S. ROSEN

Private Investor

ESTEBAN E. TORRES

Former Congressman

DARRYL B. THOMPSON

Partner, TSG Capital Group, L.L.C.

MICHAEL D. WORTSMAN

Co-President, Univision Television Group Inc.

PAUL A. ZEVNIK

*Partner, Zevnik Horton Guibord McGovern
Palmer & Fognani, L.L.P.*

CORPORATE INFORMATION

CORPORATE HEADQUARTERS

2425 Olympic Boulevard, Suite 6000 West
Santa Monica, California 90404
(310) 447-3870

COMMON STOCK

Stock Symbol: EVC
Listed: New York Stock Exchange

STOCK TRANSFER AGENT

Mellon Investor Services, LLC
P.O. Box 3315
South Hackensack, New Jersey 07606-1915
(800) 356-2017
Web Site Address: www.mellon-investor.com

ANNUAL MEETING OF STOCKHOLDERS

Thursday, May 10, 2001 at 10:00 a.m.
Le Merigot
1740 Ocean Avenue
Santa Monica, California 90401
(310) 395-9700

INDEPENDENT ACCOUNTANTS

McGladrey & Pullen, LLP
251 South Lake Avenue, Suite 300
Pasadena, California 91101
(626) 795-7950

PRESS RELEASE INFORMATION

Press release and other information are available on the internet at Entravision's homepage on the world wide web at www.entravision.com.

The company's press releases are also available through the corporate offices at (310) 447-3870.

ADDITIONAL INFORMATION

The company files periodic reports with the Securities and Exchange Commission that contain additional information about the company.

ANNUAL REPORT ON FORM 10-K

Entravision's audited consolidated financial statements, and notes thereto, and other information required to be furnished to stockholders are included in Entravision's Annual Report on Form 10-K which is being provided to stockholders with this Annual Report.

FORWARD-LOOKING STATEMENTS

In accordance with the safe harbor provisions of the Private Securities Litigation Reform Act of 1995, Entravision notes that certain statements contained in this Annual Report are forward-looking in nature. Although Entravision believes that its expectations are based on reasonable assumptions within the bounds of its knowledge of its business and operations, there can be no assurance that actual results will not differ materially from expectations. Entravision does not intend to update these forward-looking statements.

