

Isle of Capri Casinos, Inc.

Reconciliation of Forward-Looking Adjusted EBITDA to Net Income

For the Quarter Ending April 24, 2005

As Disclosed in the 3rd Quarter 2005 Earnings Conference Call on February 14, 2005

(In thousands, except per share amounts)

	Range of Estimate		
Adjusted EBITDA(1)(2).....	\$ 62,000	\$ 65,000	\$ 68,000
(Add)/deduct:			
Refinancing charge.....	5,200	5,200	5,200
Depreciation and amortization.....	23,600	23,600	23,600
Operating income.....	33,200	36,200	39,200
Interest expense, net.....	18,700	18,700	18,700
Minority interest.....	2,300	2,400	2,500
Income before income taxes.....	12,200	15,100	18,000
Income tax expense.....	5,612	6,946	8,280
Net income.....	<u>\$ 6,588</u>	<u>\$ 8,154</u>	<u>\$ 9,720</u>
Per share data - diluted:			
Net income.....	\$ 0.21	\$ 0.26	\$ 0.31
Weighted average diluted common shares.....	31,000	31,000	31,000

(1) EBITDA is "earnings before interest, income taxes, depreciation and amortization." Isle of Capri calculates Adjusted EBITDA by adding depreciation and amortization expense, preopening expense, refinancing costs, and non-recurring items not requiring the expenditure of cash to operating income. Adjusted EBITDA is a supplemental financial measurement used by Isle of Capri's management, as well as industry analysts, in the evaluation of its businesses. Adjusted EBITDA is not presented as an alternative measure of operating results income or cash flow from operations (as determined in accordance with accounting principles generally accepted in the United States (GAAP)), but because it is widely accepted financial indicator of a company's ability to incur and service debt. All companies do not calculate Adjusted EBITDA in the same manner. As a result, Adjusted EBITDA as presented here may not be comparable to similarly titled measures reported by other companies.

(2) Excludes unusual charges, such as impairment of assets, which may arise due to changes in current circumstances.

Isle of Capri Casinos, Inc.

Reconciliation of Net Debt to Adjusted EBITDA Ratio

For the Quarter Ended January 23, 2005

As Disclosed in the 3rd Quarter 2005 Earnings Conference Call on February 14, 2005

(In thousands)

Cash and Marketable Securities:

Consolidated	\$	122,753
Less: Unrestricted Subsidiary Cash		36,690
Less: Minimum Cash per Senior Debt Covenants		55,000
Excess Cash	\$	31,063

Debt:

Consolidated	\$	1,101,578
Unsecured Letters of Credit and Bonds of Restricted Subsidiaries		13,851
Less: Unrestricted Subsidiary Debt		185,370
Less: Excess Cash		31,063
Net Restricted Subsidiary Debt for Senior Debt Compliance Purposes	\$	898,996

Last Twelve Months Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries:

Consolidated LTM Adjusted EBITDA	\$	228,926
Less: Unrestricted Subsidiary LTM Adjusted EBITDA		27,117
Plus: Management Fees from Unrestricted Subsidiaries		6,713
Plus: Excess Cash Dividends from Unrestricted Subsidiaries		-
Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries	\$	208,523

Net Debt to Adjusted EBITDA Ratio:

Net Restricted Subsidiary Debt	\$	898,996
Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries	\$	208,523

Net Debt to Adjusted EBITDA Ratio 4.3x

Isle of Capri Casinos, Inc.

Reconciliation of Adjusted EBITDA to Interest Ratio

For the Quarter Ended January 23, 2005

As Disclosed in the 3rd Quarter 2005 Earnings Conference Call on February 14, 2005

(In thousands)

Last Twelve Months Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries:

Consolidated LTM Adjusted EBITDA	\$	228,926
Less: Unrestricted Subsidiary LTM Adjusted EBITDA		27,117
Plus: Management Fees from Unrestricted Subsidiaries		6,713
Plus: Excess Cash Dividends from Unrestricted Subsidiaries		-
Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries	\$	208,523

Last Twelve Months Interest:

Consolidated Net Interest Expense	\$	75,370
Plus: Consolidated Capitalized Interest		2,266
Consolidated Gross Interest Expense Net of Interest Income	\$	77,636
Unrestricted Subsidiaries Net Interest Expense	\$	9,465
Plus: Unrestricted Subsidiaries Capitalized Interest		1,084
Unrestricted Subsidiaries Gross Interest Expense Net of Interest Income	\$	10,549
Consolidated Gross Interest Expense Net of Interest Income	\$	77,636
Less: Unrestricted Subsidiaries Gross Interest Expense Net of Interest Income		10,549
Less: Restricted Subsidiaries Non-Cash Interest (Amortization of Deferred Financing Costs)		3,084
Restricted Subsidiaries Net Cash Interest Expense	\$	64,003

Adjusted EBITDA to Interest Ratio:

Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries	\$	208,523
Restricted Subsidiaries Net Cash Interest Expense	\$	64,003

Adjusted EBITDA to Cash Interest Ratio

3.26x