

townsquare

Investor Presentation

September 2021

FORWARD-LOOKING STATEMENTS AND NON-GAAP FINANCIAL MEASURES

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The unaudited estimates and statements included herein are the opinion of management and represent estimates and expectations based on the most current information available. While we believe that our assumptions are reasonable, we caution that it is very difficult to predict the impact of known factors and it is impossible for us to anticipate all factors that could affect our actual results. Our actual results may differ materially from these estimates due to the completion of our financial closing procedures, final adjustments and other developments that may arise between now and the time the financial results for our fourth quarter are finalized. This preliminary financial data has been prepared by and is the responsibility of management. Our independent registered public accounting firm, BDO USA, LLP, has not audited, reviewed, compiled or performed any procedures with respect to the accompanying preliminary financial data. Accordingly, BDO USA, LLP does not express an opinion or any other form of assurance with respect thereto. As a result of the foregoing considerations and limitations, investors are cautioned not to place undue reliance on this projected financial information.

This presentation includes non-GAAP financial measures within the meaning of the federal securities laws, including Adjusted Operating Income (sometimes referred to as Profit), Adjusted Operating Income Margin, Adjusted EBITDA, and Adjusted EBITDA (Excluding Political). We define Adjusted Operating Income as operating income before the deduction of depreciation and amortization, stock-based compensation, corporate expenses, transaction costs, business realignment costs, impairment of goodwill, long-lived and intangible assets and net loss (gain) on sale and retirement of assets. We define Adjusted Operating Income Margin as Adjusted Operating Income divided by net revenue. We define Adjusted EBITDA as net income (loss) before the deduction of income taxes, interest expense, net, repurchase of debt, transaction costs, depreciation and amortization, stock-based compensation, business realignment costs, impairment of goodwill, long-lived and intangible assets, impairment of investments, net (income) loss from discontinued operations, net of income taxes, net (loss) gain on sale and retirement of assets and other expense (income) net. We define Adjusted EBITDA (Excluding Political) as Adjusted EBITDA less political net revenue, net of a fifteen percent deduction to account for estimated national representative firm fees, music licensing fees and sales commissions expense. Adjusted Operating Income, Adjusted EBITDA, and Adjusted EBITDA (Excluding Political) do not represent, and should not be considered as alternatives to, net (loss) income or cash flows from operations as determined under U.S. generally accepted accounting principles, or GAAP. Reconciliations of certain of these measures to net income are included in the Appendix of this presentation and in Exhibit 99.1 to our Current Report on Form 8-K filed with the SEC on August 3, 2021.

townsquare

IS A **COMMUNITY-FOCUSED** DIGITAL MEDIA,
DIGITAL MARKETING SOLUTIONS AND **RADIO**
COMPANY FOCUSED **OUTSIDE THE TOP 50**
MARKETS IN THE U.S.

Our assets include **Townsquare Interactive**, a digital marketing services subscription business, providing website, search engine optimization, social platforms and online reputation management for approximately 24,950 SMBs; **Townsquare IGNITE**, a proprietary digital programmatic advertising technology with an in-house demand and data management platform; and **Townsquare Media**, our portfolio of 322 local terrestrial radio stations in 67 cities with corresponding local news and entertainment websites and apps along with a network of national music brands

INTRODUCTION TO TOWNSQUARE (NYSE: TSQ)

- **Townsquare is the leading local media, digital marketing, and live events company** focused on hundreds of underserved small and mid-sized local markets across the U.S.
 - TSQ has invested in world-class technology and infrastructure to serve a broad base of ~50,000 SMB clients and engage our loyal audiences
 - Presence outside the Top 50 markets is a competitive advantage given the greater need for local content in smaller markets and a weaker digital competitive landscape
- TSQ has successfully leveraged its radio platform to penetrate local markets and build a **full and comprehensive suite of digital marketing solutions** that meet its customers' needs to grow their business
 - Solutions are greatly differentiated in TSQ's markets vs. local digital agencies or other competitors
 - **47% of Townsquare's 1H 2021 net revenue was profitable digital revenue**
- TSQ has **materially outperformed peers** in the broadcast/audio space, driven by a quickly expanding digital subscription business, fast growing digital revenue streams, and a committed local market presence
 - Townsquare Interactive delivered +17% y/y in 1H 2021, with revenue, profit and subscriber growth
 - Our digital platforms have experienced all-time record audience levels as TSQ's local communities turn to our local brands to stay informed and be entertained. This audience growth was a significant contributor to our digital revenue growth of +6% in 2020, and +24% in 1H 2021

Key Stats

\$400M / \$95M

LTM 6/30/21 Net Revenue /
Adjusted EBITDA

\$180M

LTM 6/30/21 Net Revenue
from Digital Solutions

103%

1H 2021 Adjusted EBITDA
as % of 1H 2019

~47%

1H'21 Net Revenue from
Digital Solutions

59M / 11M

Total Digital / Broadcast
Audience⁽¹⁾

5x Digital Audience
to Radio Audience

~20% / ~25%

% of LTM 6/30/21
Total Revenue and
Adjusted EBITDA from
Digital Subscription Solutions
(Townsquare Interactive)

Note: Please refer to page 2 for definitions of non-GAAP measures. 1H 2019 Adjusted EBITDA is pro forma for the divestiture of our Arizona Bridal Shows business (consisting of two expositions) on March 18, 2019, giving effect to such divestitures as if they had occurred on January 1, 2019. In Q1 2019, the Arizona Bridal Shows business generated \$726K of net revenue and \$354K of Adjusted EBITDA.

1. Total digital audience represents average monthly global UVs on Townsquare's owned and operated websites in the six months ended June 30, 2021 per Google Analytics. Total broadcast audience represents the average of Townsquare's Spring 2020 and Fall 2020 nationwide cume, P12+ M-Su 6a -6a, per Act 1 Systems (based on Nielsen data).

TOWNSQUARE SEGMENTS AT A GLANCE

Advertising

\$323M LTM 6/30/21 Net Revenue

~29% LTM 6/30/21 Adjusted Operating Income Margin

Digital Advertising

\$104M LTM 6/30/21 Net Revenue

Broadcast Advertising

\$199M LTM Net Revenue⁽²⁾

Townsquare Interactive

\$76M LTM 6/30/21 Net Subscription Revenue

~31% LTM 6/30/21 Adj Operating Income Margin

Live Events

\$1M LTM 6/30/21 Net Revenue

(Live events were cancelled due to the COVID-19 pandemic for most of this period. 2019 Live Events net revenue was \$16M with ~18% margin)

DIGITAL PROGRAMMATIC TECHNOLOGY PLATFORM



- Proprietary digital programmatic platform
- Organically built in 2014
- In-house Demand Supply Platform (DSP) and media buying & optimization
- In-house Data Management Platform (First Party Data)
- In-house Creative Agency

OWNED & OPERATED DIGITAL BRANDS



59M Total Website UVs⁽¹⁾

330+ Local websites

350+

Mobile Apps



10 National leading tastemaker music and entertainment brands

BROADCAST RADIO

11M Radio Listeners⁽³⁾ Across
322 Radio Stations

- 3rd largest owner of radio stations in the US
- Geographic diversity in 67 markets outside Top 50 cities
- Reach 50% of the adult population via AM/FM broadcast in each market
- Stable listening trends (Time Spent Listening) and audience given "Local First" strategy - local DJs and local content

DIGITAL MARKETING SOLUTIONS



~24,950 SMB subscribers⁽⁴⁾

- Subscription-based revenue model
- Organically built in 2012 as a full-service digital marketing agency
- ~600 employees in Charlotte, NC, including ~200 person Inside Sales Team selling across the entire U.S. focused on Small & Medium Sized Markets (pop. under 1.5 million)
- ~57% of SMB subscribers outside of local radio market footprint

LIVE EVENTS

- ~200 annual recurring heritage events (e.g. WYRK's Taste of Country celebrated its 20th anniversary in 2019) rooted in our 67 local media markets
- Focused on providing family friendly entertainment in our local markets
- Monetizes the audience relationship while also delivering strong marketing for our own brands
- Provides our local clients strong marketing and on-site activation

Note: Please refer to page 2 for definitions of non-GAAP measures. LTM represents the twelve months ended June 30, 2021.

1. Represents average monthly global unique visitors ("UVs") on our owned and operated websites in the six months ended June 30, 2021 per Google Analytics.

2. Represents Broadcast Radio Ex-Political Revenue. Including Political, LTM Broadcast Revenue was \$214M.

3. Represents the average of Townsquare's Spring 2020 and Fall 2020 nationwide cume, P12+ M-Su 6a -6a, per Act 1 Systems (based on Nielsen data).

4. As of June 30, 2021.

Q2 2021: WHAT WE SAID... AND WHAT WE DELIVERED

In Q2 2021, we met or exceeded our expectations as business continues to improve

Q2'2021 Statistic	What We Said...	...What We Delivered
Adjusted EBITDA	\$28M to \$29M	\$30M
Adjusted EBITDA (Excl. Live Events)	-3% to +1% vs. Q2 2019	+5% vs. Q2 2019
Total Net Revenue	+36% to +40% YoY	+45% YoY
Total Net Revenue (Excl. Live Events)	-4% to -6% vs. Q2 2019	-0.6% vs. Q2 2019
Broadcast revenue	+50% YoY (or greater)	+54% YoY
Digital advertising revenue	+40% YoY, +15% vs. Q2 2019	+50% YoY, +23% vs. Q2 2019
Townsquare Interactive net subscription revenue	+18% YoY	+20% YoY
Total Digital revenue	+30% YoY	+36% YoY

Q3 2021 & FY 2021 GUIDANCE

Q3'2021 Statistic	Guidance
Total Net Revenue	\$106M - \$109M +11% to +14% YoY -3% to -6% vs. Q3'19
Townsquare Interactive net subscription revenue	+15% YoY
Live Events revenue	~\$3M (at 20% margin)
Adjusted EBITDA	\$27.2M to \$28.2M +55% to +61% YoY -3% to +0% vs. Q3'19

2021 Statistic	Guidance
Total Net Revenue	\$410M+ +10% or more, YOY 95% of 2019 Net Revenue
Total Digital Revenue	\$190M +17% YoY
Adjusted EBITDA	\$102M +64% YoY 100% of 2019 Adj. EBITDA

ADDITIONAL Q2 2021 HIGHLIGHTS

- ✓ Q2 Adjusted EBITDA increased to \$30M, setting an ALL-TIME RECORD, and exceeded Q2 2019's Adjusted EBITDA by +5% (when excluding Live Events)
 - ✓ 1H 2021 Adjusted EBITDA increased 2.9x (+\$33M) vs. 1H 2020
- ✓ Q2 net revenue (excluding Live Events) was 99.4% of Q2 2019 net revenue (excluding Live Events)
 - ✓ Q2 total net revenue increased +45% vs. prior year
- ✓ Q2 digital revenue increased +36%, and was ~47% of total net revenue in 1H 2021
- ✓ Q2 Townsquare Interactive net subscription revenue and Adjusted Operating Income increased +20% and +18%, respectively
 - ✓ TSI's subscriber base grew by an ALL-TIME RECORD +1,350 subscribers (to ~24,950), the 13th consecutive quarter of 850 (or more) net subscribers adds
- ✓ Outperformed the industry in our local markets that are measured by Miller Kaplan:

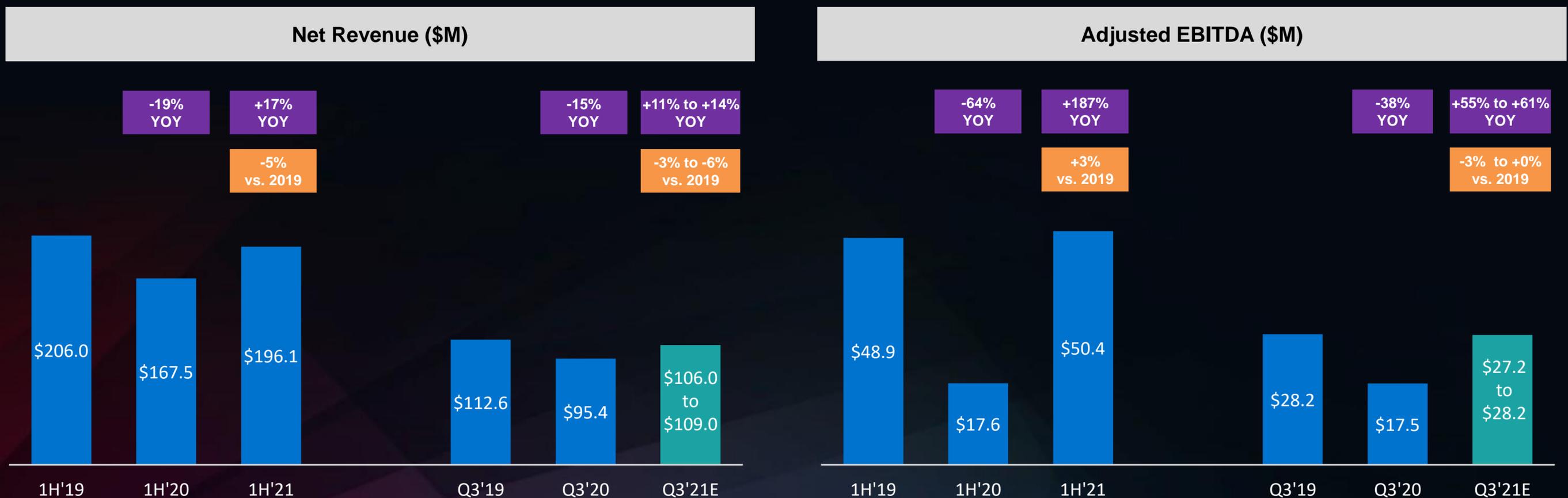
Miller Kaplan Data ⁽¹⁾					
YoY Revenue Growth:	TSQ	Industry	Delta	Industry Ex. TSQ	Delta
Q2 2021 Local Spot Revenue	+69.7%	+58.2%	+1,150bps	+52.6%	+1,710bps
Q2 2021 Total Revenue	+66.7%	+65.4%	+130bps	+64.6%	+210bps
1H 2021 Local Spot Revenue	+20.8%	+12.6%	+820bps	+8.5%	+1,230bps
1H 2021 Total Revenue	+22.2%	+19.3%	+290bps	+17.5%	+470bps

- ✓ Generated \$31 million of Cash Flow from Operations in 1H 2021
- ✓ Net leverage declined to 5.5x as of June 30, 2021 from 7.9x on March 31, 2021

Note: Please refer to page 2 for definitions of non-GAAP measures.
 Represent year over year (2021 vs. 2020) growth rates unless otherwise specified.
 1. 17 of Townsquare's 67 markets are measured and tracked by Miller Kaplan.

FOCUS ON FULL FINANCIAL RECOVERY AND BEYOND

- In Q3'21, we expect that net revenue and Adjusted EBITDA will approach Q3 2019 levels
 - Net revenue forecasted to be 94% to 97% of Q3 2019
 - Adjusted EBITDA forecasted to be 97% to 100% of Q3 2019
- Our recovery will continue to be led by our digital solutions (Townsquare Interactive, Townsquare Ignite and Townsquare Amped)

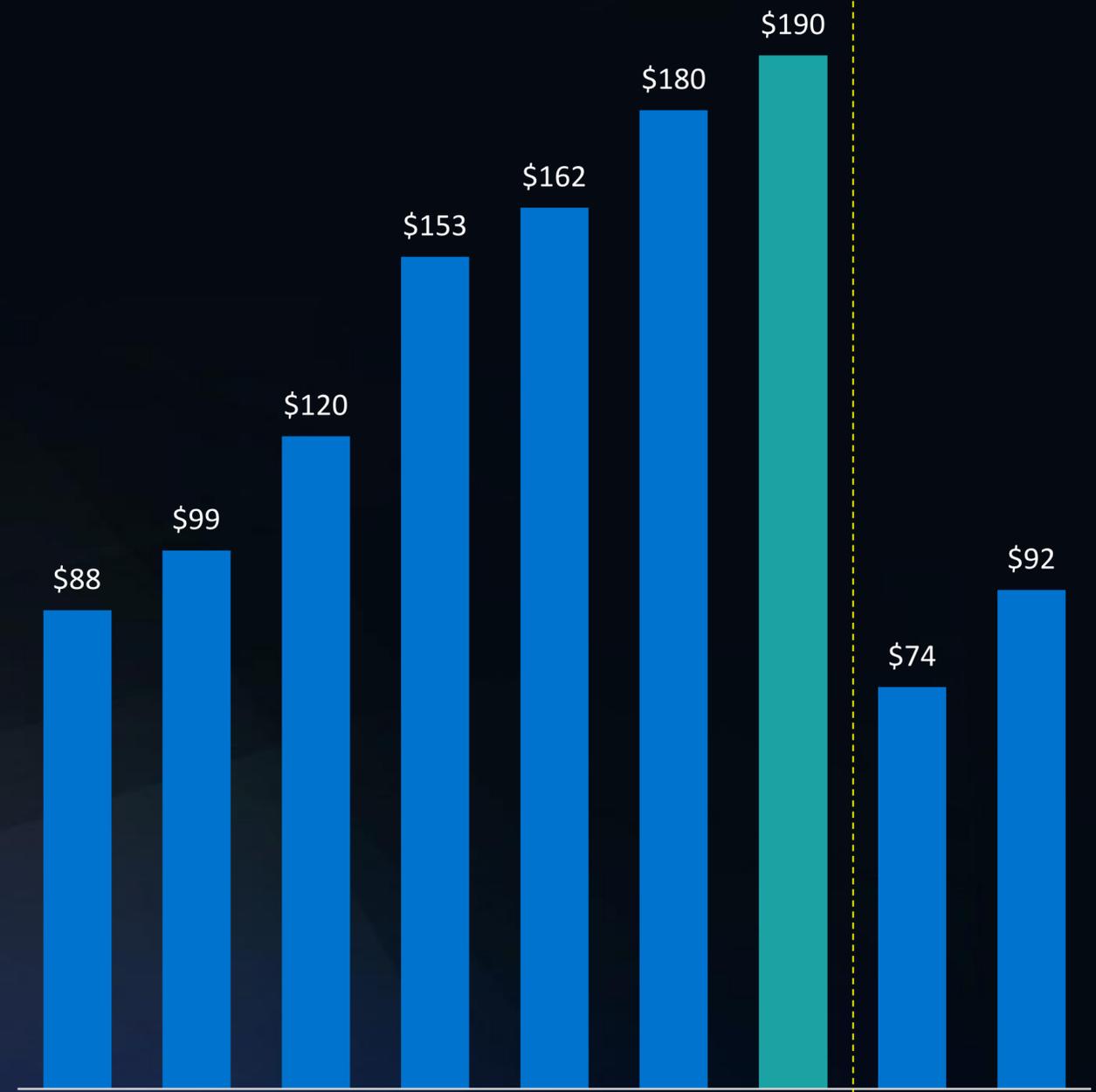


TOWNSQUARE'S TRANSFORMATION TO A DIGITAL FIRST COMPANY

- 1H 2021 digital revenue increased +24% (+36% y/y in Q2'21)
 - Expect double-digit digital revenue growth in FY 2021, reaching \$190M
- We expect to generate \$250 Million of Digital Revenue within 3 years
- Our digital revenue strength helped offset declines in broadcast advertising and live events revenue as a result of the pandemic, driving industry leading performance
- TSQ's digital platform is truly a differentiator in markets outside the Top 50

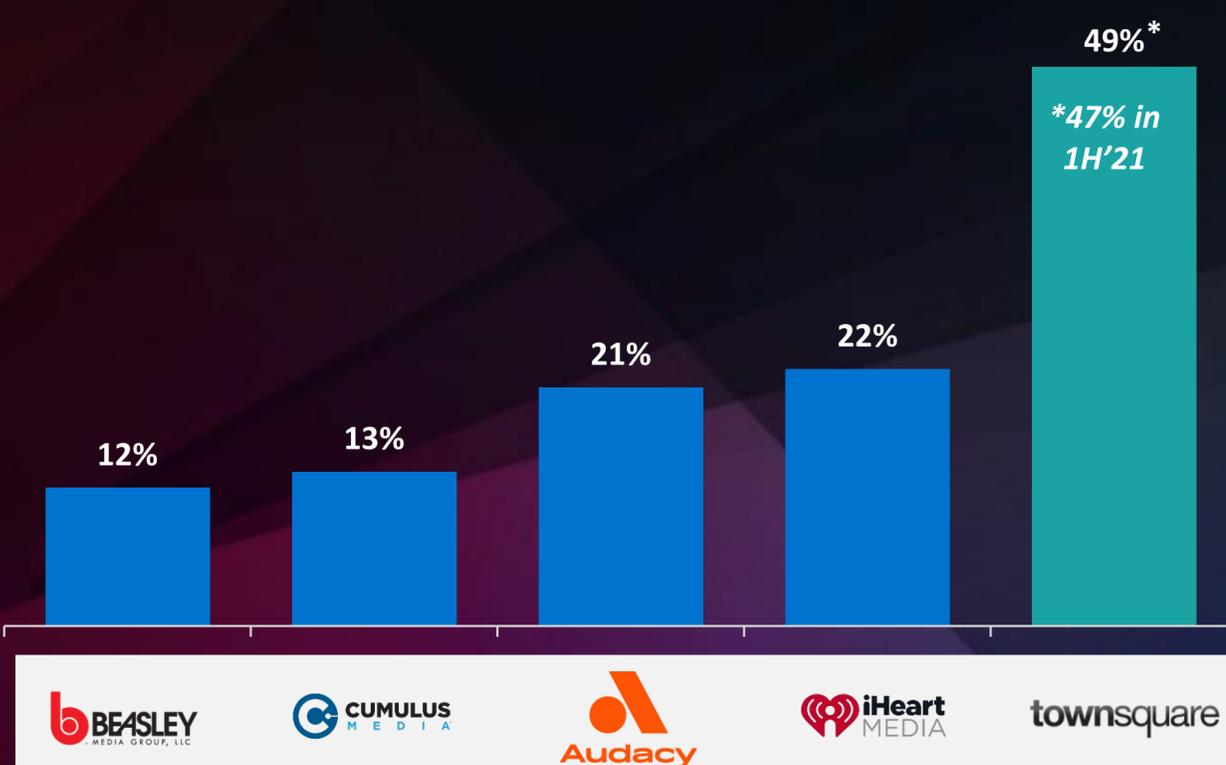
TSQ's Digital Revenue Growth (\$M)

Y/Y Growth: +12% +22% +27% +6% +16% +17% +24%



Year	2016	2017	2018	2019	2020	LTM 6/30/21	2021E	1H'20	1H'21
% of Total Revenue:	22%	25%	29%	35%	44%	45%	46%	44%	47%

Q1 2021 Digital % of Net Revenue (1)



Note: TSQ pro forma for acquisitions and divestitures.
 1. Source: Company filings and earnings calls.

TOWNSQUARE INTERACTIVE (TSI) (DIGITAL MARKETING SOLUTIONS)



TSI is a 100% owned, subscription-based business that provides website and digital marketing services to underserved SMBs

- ✓ TSI employs ~600 dedicated professionals primarily based in Charlotte, NC
- ✓ Proprietary software and support platform internally developed since 2012

TSI has a large dedicated **Inside Sales Team** of ~200 sellers that prospect small to mid-sized markets across the U.S. with demographics consistent with TSQ markets (pop. less than 1.5M)

- ✓ ~57% of subscribers are outside of our local media market footprint
- ✓ Plan to open a second, West-Coast location in 2022

In addition, TSI enjoys a competitive advantage within our 67 small and mid-sized markets by leveraging our **Local Sales Teams**, trusted and long-standing local relationships and heritage brand recognition

TSI's subscription revenue has grown on average approximately \$10 million per year for 6 straight years, at a stable 30% margin since 2016

Net subscriber growth has been remarkably consistent, if not accelerating, even through a global pandemic

- ✓ Added an **all-time record** +1,350 net subscribers in Q2 2021
- ✓ 13 consecutive quarters of ≥ 850 net subscriber adds per quarter

Key Stats

\$76M LTM 6/30/21 net subscription revenue
(~20% of TSQ's net revenue) ⁽¹⁾

\$23M LTM 6/30/21 subscription profit (~31%
profit margin) (~25% of TSQ's Adjusted EBITDA) ⁽¹⁾

~24,950 subscribers as of 6/30/21

~\$300 average monthly subscriber fee

Proprietary in-house technology and team

Wix.com, a company which provides similar services to TSI, trades at a trailing revenue multiple of ~16x, despite having negative EBITDA⁽²⁾

TSI Subscription Net Revenue and Growth Trends (2016 – 2020)



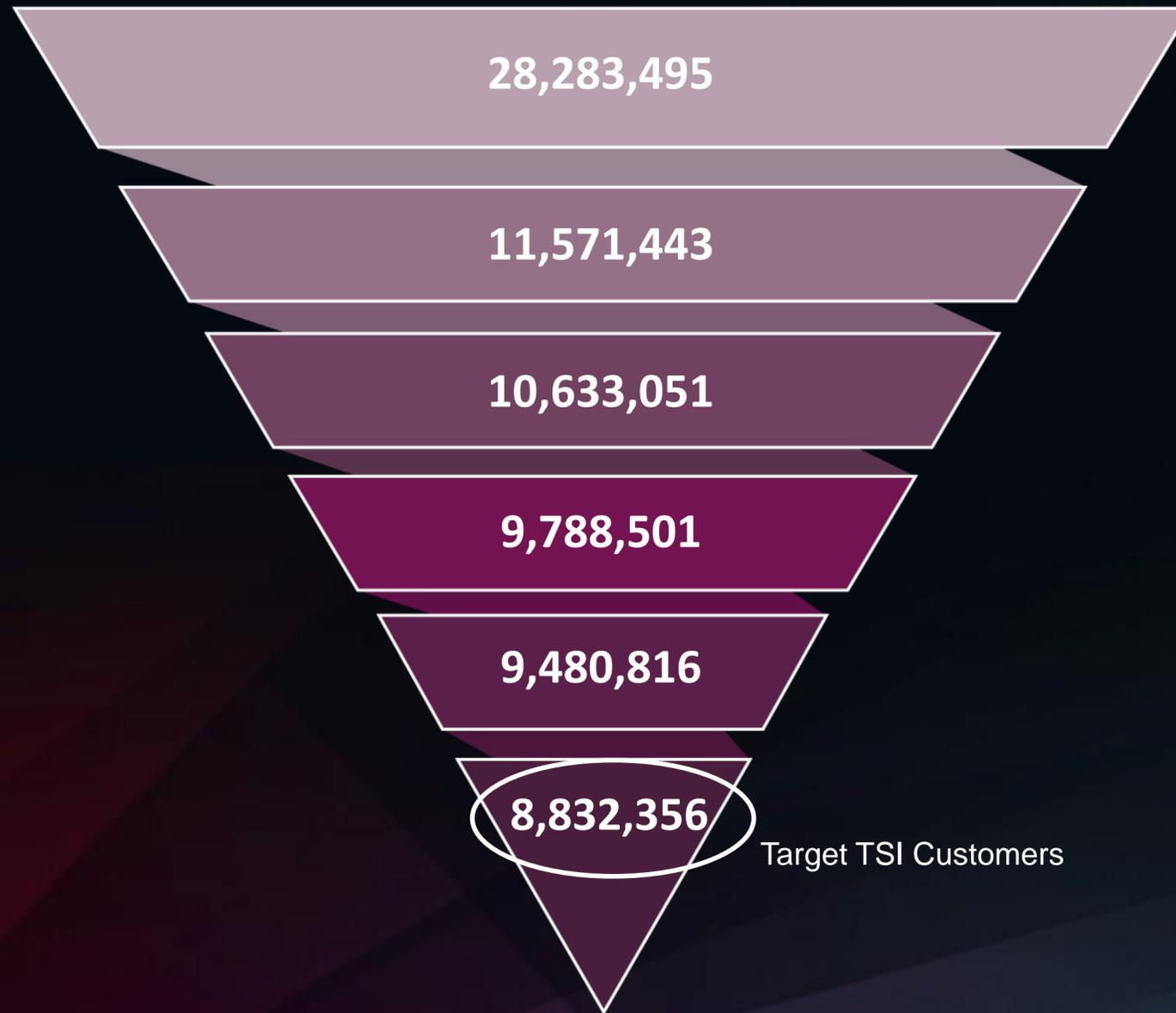
Note: Please refer to page 2 for definitions of non-GAAP measures.

1. For the twelve months ended June 30, 2021. Subscription profit refers to TSI's Adjusted Operating Income.

2. Revenue multiple as of 7/26/2021. Negative EBITDA for the twelve months ended March 31, 2021.

TOWNSQUARE INTERACTIVE'S ADDRESSABLE MARKET

of Viable Client Prospects



- 1 Include only private, independently owned establishments
- 2 Exclude Auto dealers, Realtors, Banks
- 3 Include only companies with \$5M of revenue or less
- 4 Include only companies with 20 or fewer employees
- 5 Exclude largest 49 metro areas
- 6 Businesses nationwide

8.8M Target
TSI Customers



\$300 Per
Month ARPU



~\$32B Total
Addressable Market

TOWNSQUARE IGNITE

(PROGRAMMATIC DIGITAL ADVERTISING)

Townsquare Ignite is our proprietary advertising technology platform that enables us to fulfill our clients' entire online audience demand using:

- ✓ TSQ digital inventory (on our owned and operated websites) and
- ✓ Third party advertising inventory across the Internet

Hyper-targeted online audiences are delivered across desktop, mobile, apps, connected TV, email, paid search, and social media platforms utilizing display, video and native executions

Clients paying for highly effective ads, delivered to the right people at the right time

- ✓ Deliver far more precision and personalization of messaging and media, resulting in more efficiently targeted ad campaigns

White glove customer service with dedicated points of contact and rich campaign insights deliver strong results

Key Stats

\$59M LTM 6/30/21 net revenue

In-house buying platform (DSP) integrated with 1,000+ exchanges accessing >250 billion impressions/day

Majority of competitors use a single inventory source, making TSQ among the largest in-house trading desks



Targeting Methods

Advanced Audience

Contextual

Re-targeting

Video

Social

Geolocation

Hyper-local Mobile

Foot Attribution

Search

Native

Programmatic Audio

TOWNSQUARE AMPED

(OWNED & OPERATED DIGITAL TECHNOLOGY & CONTENT BRANDS)



- Proprietary in-house Content Management System (CMS) and website / app platforms customized for shareability, SEO, ease of use, and syndication of content around the portfolio
- 330+ local websites aligned with our local radio stations offering local news, features, reviews, humor, entertainment, op-eds, etc. and 10 leading national music brands
- On-Air DJs are our Digital Content Creators and Local Social Influencers creating over 30,000 pieces of local content per month - one of the largest producers of local content in the U.S.
- Primary monetization is O&O banner ad and video inventory, plus proprietary ad products that can't be bought programmatically sold by over 500 local, regional and national Account Executives
- Proprietary ad-stack technology with 80+ SSPs competing programmatically for our audiences & inventory which backfills our internal sales force
- In 2020 Google granted us \$260K to launch two News websites in Tuscaloosa and Portsmouth given our success in online local news and asked us to create a whitepaper on best practices
- 350+ Mobile Apps with news, contests, interactivity and Apple Carplay / Android Auto integration for seamless listening in connected cars – over 40% of our radio listeners have downloaded the App
- YouTube Multi-Channel Network of 350+ channels, 198K videos produced, and 3.5B+ Lifetime views

Key Stats

\$45M LTM 6/30/21
Net Revenue

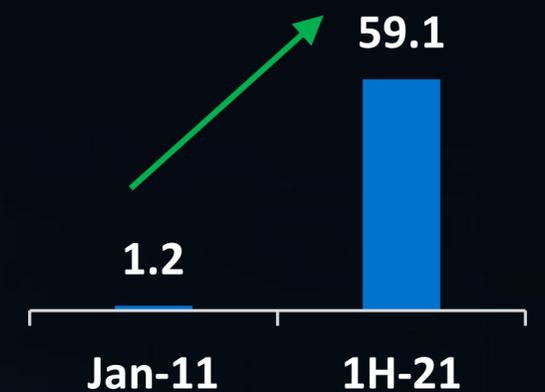
330+ Local Websites

10 National Music & Entertainment Brands

350+ Mobile Apps

29M Social Followers

Monthly UVs (Millions)



A SAMPLING OF DIGITAL MEDIA BRANDS



DATASQRD

(TOWNSQUARE'S FIRST PARTY DATA INITIATIVE)

DataSqrD is our analytics and strategic insights platform, collecting and analyzing first-party data from our O&O portfolio of websites and apps (and then overlaid with third party data), leading to detailed insights about consumer behaviors, audience interest and purchase intent

What DataSqrD Provides:

- ✓ Fresh (data based on activity in last 30 days), accurate, robust, audience level data (based on what audience members are actually searching for online and websites they are visiting)
- ✓ Audience Profiles – showcasing key behavioral attributes, sentiments and interests of Townsquare audiences
- ✓ Indexing Rankers – demonstrating the likelihood of a target audience to take a desired action or exhibit a behavior
- ✓ Category/Market Research – illustrating key consumer and industry trends impacting the marketplace
- ✓ Unique view of small/mid sized markets and key regions (i.e., New York, Texas, Midwest)
- ✓ Station insights to aid digital team in publishing content that will resonate well with audiences and drive site traffic

How it Works:

- ✓ All 67 Townsquare markets & Ignite sales teams have been trained on how to use data in their sales process, helping AEs to generate new business, upsell current clients, and further solidify our position reducing attrition
- ✓ AEs and Sales Leaders have access to a self-serve insights platform to pull quick insights
- ✓ A Ticket Request system is utilized to fulfill larger requests, completing an average of 250 tickets per month

WHY OUR DATA IS
VALUABLE

- Proprietary to Townsquare – no one has this level of access to our audience data
- Based on actual user activity online – no surveys, weighting or assumptions
- Data makes us stand out from the competition in our markets – no one else has this type of information, turning our AEs into consultants instead of just sales reps

datasqrd

~15M Profiles

Website Visitors

Mobile App &
Streaming Users

Loyalty Club Members

Newsletter Subscribers

THE POWER OF OUR RADIO BRANDS AND LOCAL SALES AND CONTENT TALENT

Our local broadcast brands go hand in hand with our portfolio of local websites and apps, and their corresponding social and video platforms

Original content and influential live and local media personalities drive deep, multi-platform audience engagement and create compelling advertising and marketing solutions for local clients

Our on-air talent were and are the original social influencers that command incredible authority and engagement with their followers and with our local communities

Large, local salesforce with direct relationships with local advertisers

AM/FM terrestrial broadcast alone reaches 50% of adults in our markets

Over 40% of our terrestrial listening audience has downloaded the local radio stations standalone mobile app

Stable listening trends (Time Spent Listening) and stable audience given “Local First” strategy – local DJs and local content

Key Stats

\$199M LTM 6/30/21
Ex-Political Net Revenue

322 radio stations

11M listeners ⁽¹⁾

50% Reach of Adults in Our Markets

90 top-rated live and local morning shows ⁽²⁾

A SAMPLING OF LOCAL MEDIA BRANDS



Acadiana's #1 For New Country!



1. Represents the average of Townsquare's Spring 2020 and Fall 2020 nationwide cume, P12+ M-Su 6a -6a, per Act 1 Systems (based on Nielsen data).

2. Represents live and local morning shows that are ranked first in-format according to Nielsen's and Eastlan's Fall 2019 A25-54 ratings.

LIVE EVENTS

- As a result of the COVID-19 pandemic, we cancelled the majority of our live events in 2020, which significantly impacted our Live Events revenue. We started a limited live event schedule beginning in Q2 2021
 - Largely variable expense base helped offset the negative revenue impact
- Live events are a natural extension of Townsquare's core advertising offerings
 - Expands our audience and reinforces media brands through association
 - Strong local presence and marketing strength
 - Complementary advertiser offering without cannibalizing other revenue streams
 - Monetizes the listener/consumer relationship
 - Expertise in local markets and ability to syndicate events across Townsquare markets
- TSQ creates, promotes and produces live events that are local, family oriented and community based in nature
 - Our events are largely perennial with strong customer loyalty
 - Low ongoing fixed cost, principally driven by innovation and human capital
 - Include concerts, expositions and other experiential events
- In 2019, hosted ~200 live events and generated pro forma net revenue of \$16.4M and \$3.0M Adjusted Operating Income
 - ~18% Adjusted Operating Income Margin

Select Local Live Event Brands



Balance Sheet & Ownership

6/30/21 Balance Sheet

- \$25M cash balance at 6/30/21
- On January 6, 2021, issued \$550M of Senior Secured Notes at 6.875%
- On March 9, 2021, used \$80M of cash to repurchase 100% of Oaktree Capital's ownership in TSQ

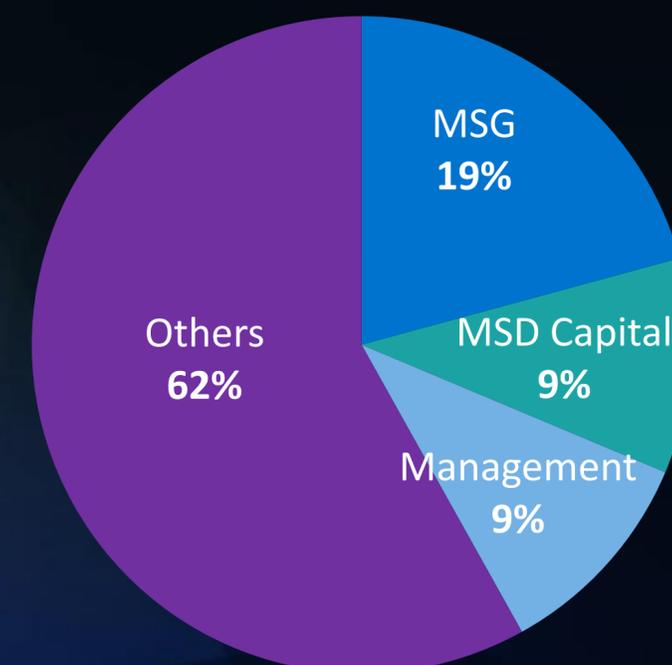
<i>\$ in millions</i>		Maturity	Pricing
Cash	\$25		
Senior Secured Notes	550	2026	6.875%
Total Debt	\$550		
Total Net Debt	\$525		
Total Debt Leverage ⁽¹⁾	5.8x		
Net Debt Leverage ⁽¹⁾	5.5x		

Ownership (as of 7/30/21)

<i>(shares in millions)</i>		# of Votes	Primary Holders
Class A Common Stock	12.2	1	Public, MSG & MSD
Class B Common Stock	0.8	10	Management
Class C Common Stock	3.5	0	MSD & MSG
Class A Warrants ⁽²⁾	0.2	0	Rabobank
Total Shares + Warrants	16.6		

- Townsquare's multi-class structure is driven largely by FCC considerations
- Class B (high vote) and Class C (no vote) shares revert to Class A (1 vote) shares upon a sale

Equity Ownership



Note: Please refer to page 2 for definitions of non-GAAP measures.

1. Adjusted EBITDA for the twelve months ended June 30, 2021 was \$94.9 million.

2. Each warrant is exercisable for one share of Class A common stock, at an exercise price of \$0.0001 per share. The aggregate exercise price for all warrants currently outstanding is \$16.

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Appendix

KEY INVESTOR HIGHLIGHTS

I

Attractive Free Cash Flow Profile with Significant Subscription Component

II

Success in Digital Businesses Diversifying Revenue Base

III

Attractive Radio Industry Dynamics

IV

Leading Position in Small and Mid-Sized Markets

V

Industry Leading Revenue Results

VI

“Best in Class” Product & Engineering Team

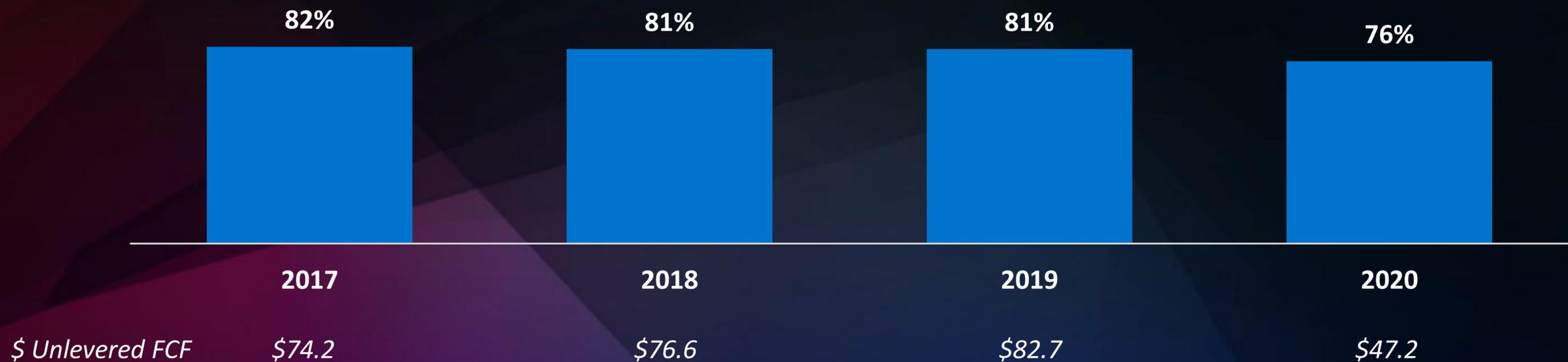
VII

Leading Management Team

ATTRACTIVE FREE CASH FLOW PROFILE

- Fast growing, profitable digital revenue is complemented by stable (pre-pandemic) broadcast revenue with attractive margins (digital ~47% of total net revenue in 1H 2021)
- Increasing contribution from subscription-based Townsquare Interactive segment (TSI)
 - ~\$76M LTM 6/30/21 revenue; ~20% of total net revenue in 1H 2021
 - Stable ~30% margin ; ~24% of total Adjusted EBITDA in 1H 2021
- Diverse revenue segments and operating scale contribute to greater net revenue and Adjusted EBITDA growth
- Low, predictable capex requirements (<5% of revenue)
- Substantial tax shields related to the tax amortization of intangible assets

Unlevered Free Cash Flow Conversion ⁽¹⁾



Note: Please refer to page 2 for definitions of non-GAAP measures.

1. Unlevered Free Cash Flow defined as Adjusted EBITDA less Capex, and Unlevered Free Cash Flow Conversion defined as (Adjusted EBITDA – Capex) / Adjusted EBITDA. Unlevered Free Cash Flow, Unlevered Free Cash Flow Conversion, and Adjusted EBITDA are non-GAAP financial measures. Please refer to page 2 for the definition of Adjusted EBITDA and the appendix of this presentation for a reconciliation of Adjusted EBITDA to Net (loss) Income, the most directly comparable GAAP measure.



SUCCESS IN DIGITAL ADVERTISING AND INTERACTIVE BUSINESSES IS DRIVING THE COMPANY'S DIGITAL TRANSFORMATION

Digital businesses support long-term growth and revenue and profit diversification, including subscription-based profit

Townsquare Interactive and Townsquare's Digital Advertising have delivered positive revenue growth in 2020 and 1H 2021 despite the COVID-19 pandemic, with TSQ's digital revenue delivering positive revenue growth in every quarter since COVID began, demonstrating TSQ's perceived value to its local clients

Townsquare Interactive

Key Stats

- ✓ Total Addressable Market: 8.8M U.S. SMBs and >\$32B
- ✓ ~ 24,950 subscribers as of 6/30/21
- ✓ ~31% profit margin⁽¹⁾
- ✓ ~ \$300 average monthly subscriber fee
- ✓ Approximately 57% of TSQ subscribers are outside of TSQ's local media market footprint
- ✓ \$100M of annual net subscription revenue in 2-3 years⁽³⁾

TSI Revenue (\$M) and Growth Trends⁽²⁾



Townsquare's Digital Advertising

Key Stats

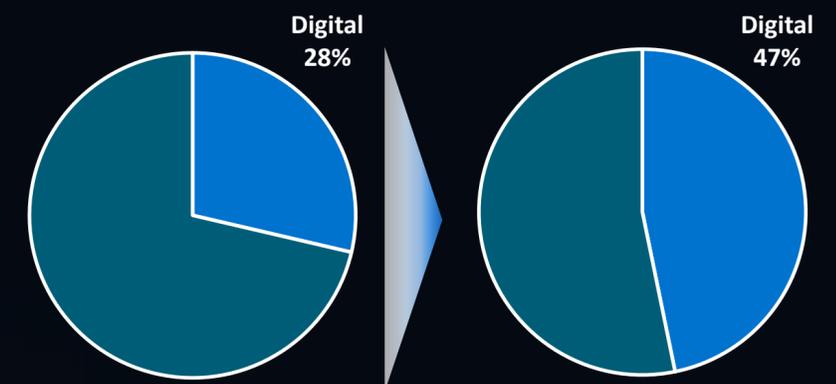
- ✓ Townsquare Ignite
 - ✓ In-house buying platform (DSP) integrated with 1,000+ exchanges accessing >250 billion impressions/day
 - ✓ \$59M revenue in LTM 6/30/21
 - ✓ \$100M of annual net revenue in 2-3 years⁽³⁾
- ✓ Townsquare Amped
 - ✓ Owned and operated network of digital brands, made up of over 340 websites and 350 mobile apps
 - ✓ \$45M revenue in LTM 6/30/21
 - ✓ 59 million unique visitors⁽⁴⁾

\$250M of Digital Revenue Within 3 Years (TSI + Ignite + Amped)⁽³⁾

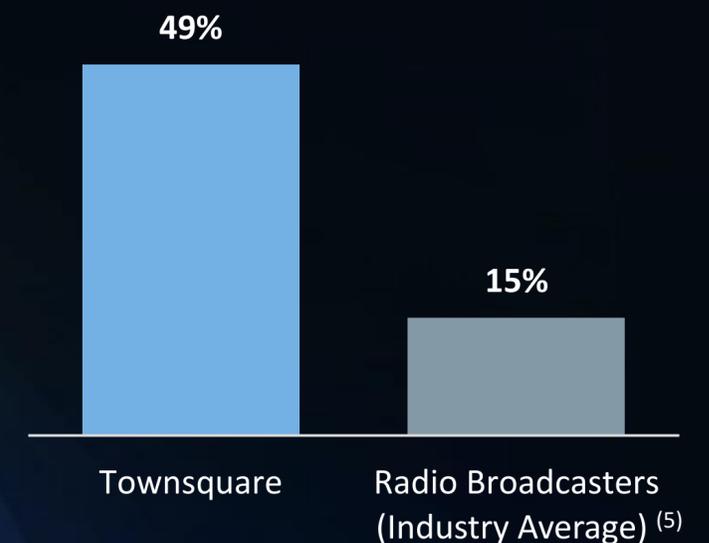
Townsquare's Digital Evolution

1H 2018 Revenue

1H 2021 Revenue



Q1'21 Percentage of Revenue from Digital Sales



Note: Please refer to page 2 for definitions of non-GAAP measures.

1. Represents Adjusted Operating Income Margin for the twelve months ended June 30, 2021.

2. Represents year-over-year revenue growth trends.

3. Represents management estimates.

4. Represents average monthly global unique visitors ("UVs") on our owned and operated websites in the six months ended June 30, 2021 per Google Analytics.

5. Per reported Q1 2021 digital revenue for iHeart, Cumulus, Beasley, and Audacy.



LEADING RESEARCH FIRM, BORRELL ASSOCIATES, SINGLES OUT TOWNSQUARE AS TOP DIGITAL PERFORMER

Borrell singles out Townsquare as the top digital performer in the radio business and one of the leading digital companies across all of local media

“ Townsquare’s digital ventures are **fast-growing** and **impressive** ”

“ Townsquare’s overall share of addressable digital ad dollars is **2.6 times** the average for radio stations ”

“ Across its **67 markets**, Townsquare holds a phenomenal share of addressable digital advertising ”

“ Townsquare should no longer be thought of as [only a] radio company... ”





LEADING RESEARCH FIRM, BORRELL ASSOCIATES, SINGLES OUT TOWNSQUARE AS TOP DIGITAL PERFORMER

Percentage of Ad Revenue from Digital Sales for U.S. & Canadian Local Media Companies, 2020 Estimates

Company	% from Digital Advertising
Yellow Pages Ltd. (Canada)	75.3%
New York Times (newspaper)	54.7%
McClatchy (newspapers)	50.9%
Thryv (yellow pages)	49.1%
Postmedia (newspapers)	47.9%
Gannett/GateHouse (newspapers)	46.9%
Townsquare (radio)	43.6%
Lee Enterprises (newspapers)	36.8%
Torstar (metro newspapers/Canada)	31.9%
Torstar (community newspapers/Canada)	27.2%
Tribune (newspapers)	26.6%

Company	% from Digital Advertising
Entravision (radio & TV)	22.2%
Audacy (radio)	17.9%
TEGNA (television)	17.8%
Urban One	15.9%
iHeart Media (radio)	14.8%
Salem Communications (local radio only)	13.6%
Beasley Broadcasting (media)	11.1%
Cumulus (radio)	10.9%
Nexstar (television)	10.8%
Meredith (television)	3.8%
Saga Communications (radio)	3.6%

Industry Averages (not restricted to companies above)

Newspaper Companies	49.5%
Yellow Pages Companies	40.8%
TV Broadcasters	29.3%
Radio Broadcasters	15.1%

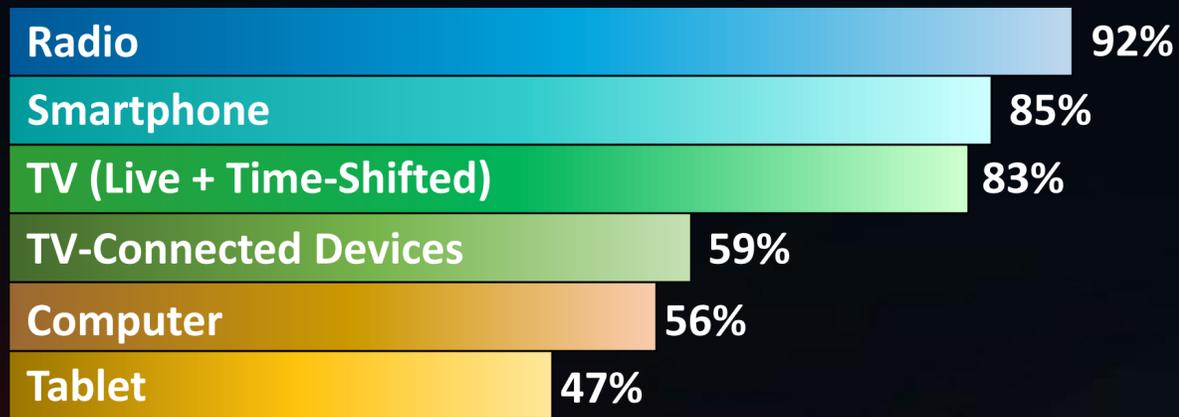
Sources: SEC Documents, company statements and Borrell Associates estimates.
 Note: Represents Borrell estimates, and may make certain adjustments.

RADIO: A STABLE FOUNDATION WITH AN ATTRACTIVE VALUE PROPOSITION

Radio Reaches Everyone

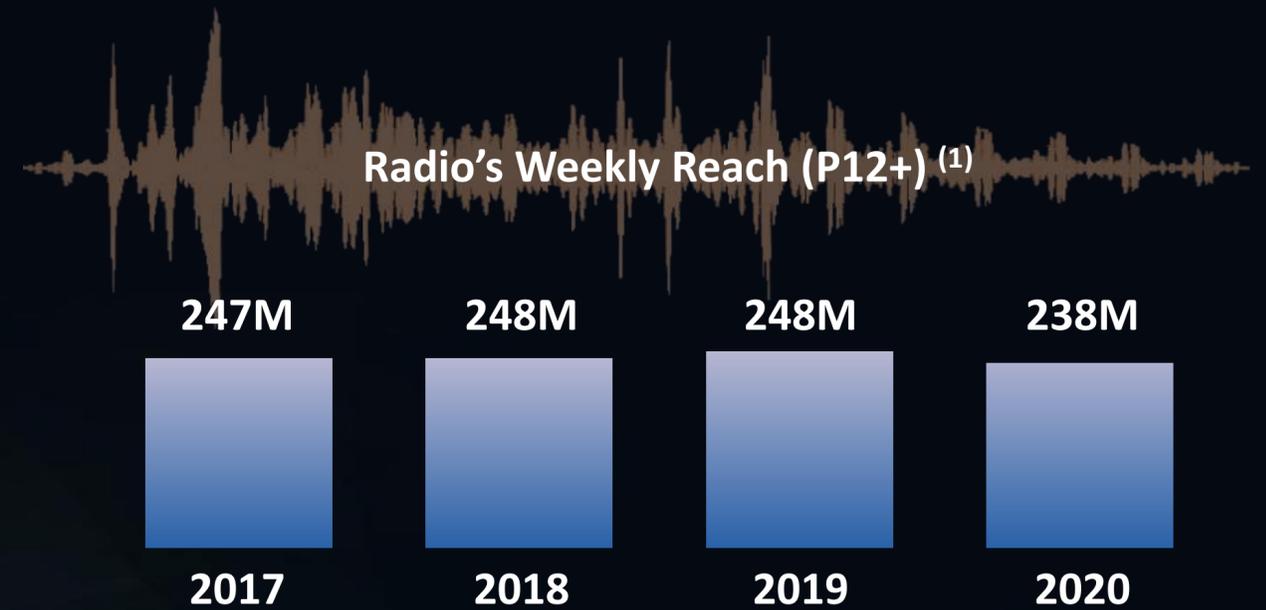
- Radio usage has remained substantially unchanged since 1970, reaching ~85%+ of Americans 12+ ⁽¹⁾
- Radio dominates listening hours, with 42% vs. Streaming Audio's 17%, YouTube's 10% and SiriusXM's 9% share of listening ⁽²⁾
- Radio reaches more people per week than any other media

Weekly Reach (P18+) ⁽³⁾



Radio's Audience is Stable

- Unlike certain other traditional media, radio's audience is stable
- The introduction of streaming, mobile apps and smart speakers have added to radio's total audience

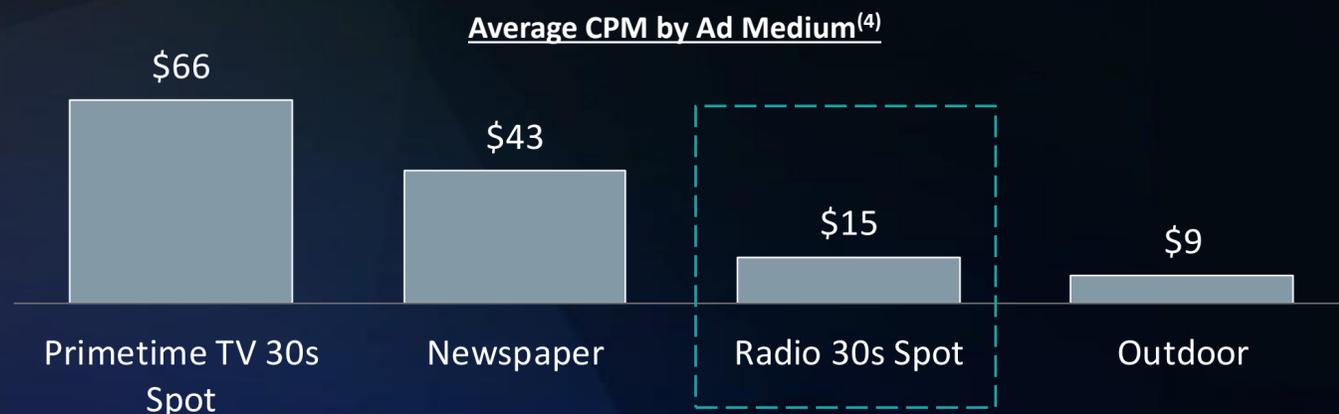


Radio Delivers a Local Connection

- Radio megaphone with proven ability to activate audience to action
- Large, local salesforce with direct relationships with local advertisers
- Compelling live and local content on heritage brands delivered by local personalities
- First party audience data collection and insights
- Ability to produce curated local content absent from national and social media platforms

Radio Delivers Results at an Attractive Price

- Radio is still one of the most cost-effective and efficient ways for local advertisers to reach the masses and local communities



New attribution tools, such as Analytic Owl, are providing ways to measure broadcast campaigns that have historically not existed

1. Nielsen Audio RADAR reports (135, 139, 143, 147), Mon-Sun, 12M-12M.
 2. Edison Research, "Share of Ear," 2019, Q2 2020.
 3. Nielsen Total Audience Report November 2020.
 4. Based on 2018-2019 metrics for Adults ages 25 to 54.

SMALL AND MID-SIZED MARKET STRATEGY IS A COMPETITIVE ADVANTAGE

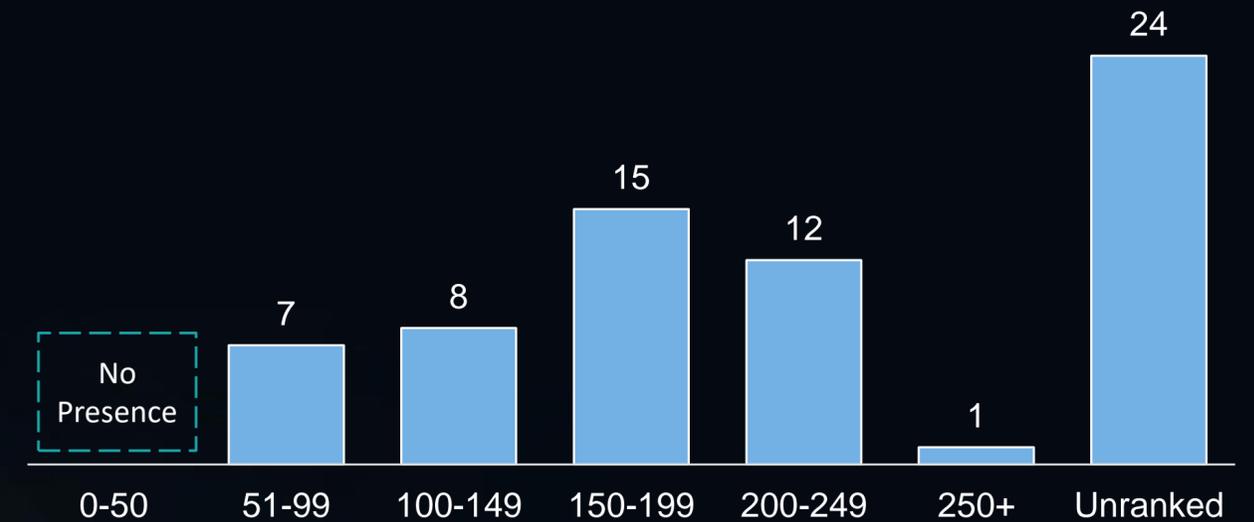
Townsquare operates in 67 small and mid-sized markets across the US, with virtually no presence in the top 50 markets

- ✓ More attractive competitive landscape
 - Limited focus from larger media players
 - Starved for high quality media and entertainment experiences
 - Limited competition from advertising technology and digital marketing solutions providers
- ✓ Healthy, stable markets with lower economic volatility and stabilizing institutions such as universities, military installations and state capitals
- ✓ On average, lower level of unemployment versus the national average
- ✓ TSQ reaches a majority of the population in its markets
- ✓ TSQ has trusted relationships between its heritage brands and its audience and strong local relationships with its advertisers
- ✓ TSQ’s ability to bring national products, technology and practices to small and mid-sized markets is unique
 - Our national scale and expertise allows us to develop market leading products and services, and provide training and support to our local markets
- ✓ Inside Sales Team in Charlotte focused on serving cities with under 1.5 million people

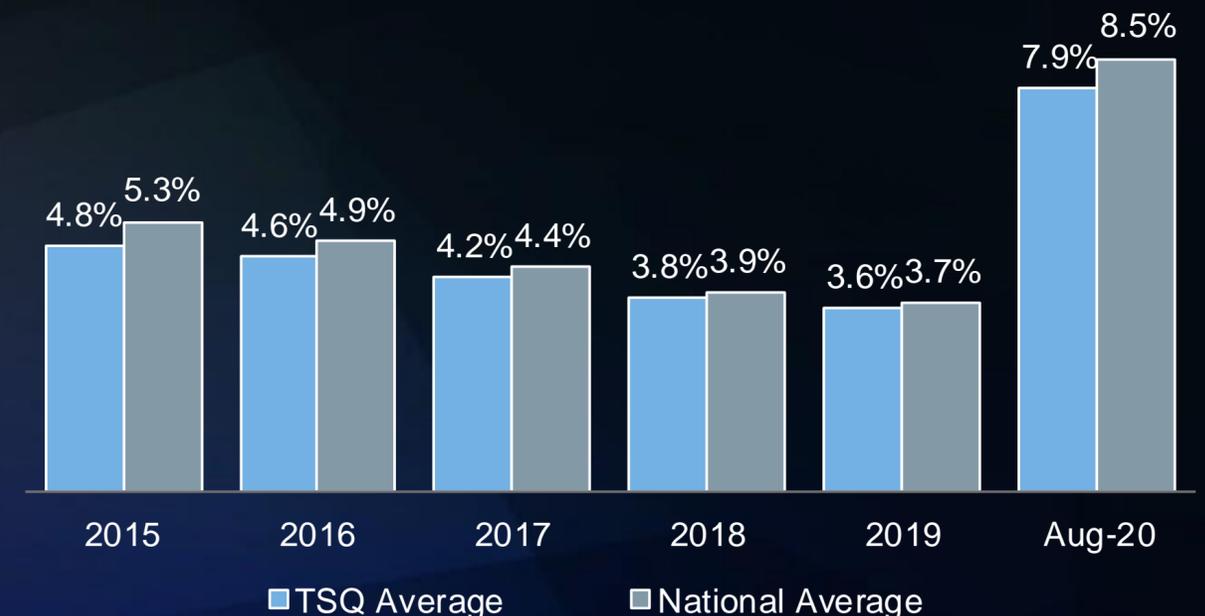
Opportunity in Small and Mid-Sized Markets⁽¹⁾

(Count of Townsquare Markets by DMA Rank)

Average Townsquare market population: ~300k (50k – 1mm)



Unemployment Rate⁽²⁾



1. Source: Nielsen, Fall 2020.

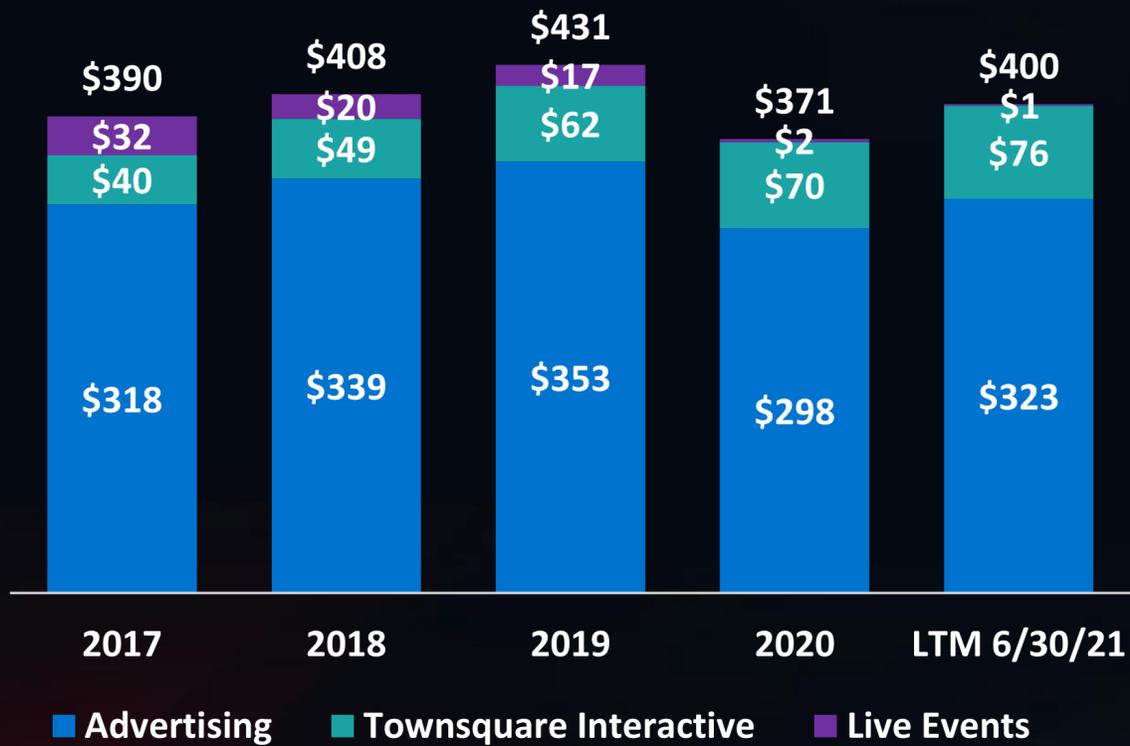
2. Bureau of Labor Statistics; TSQ averages based on simple average of local market footprint.



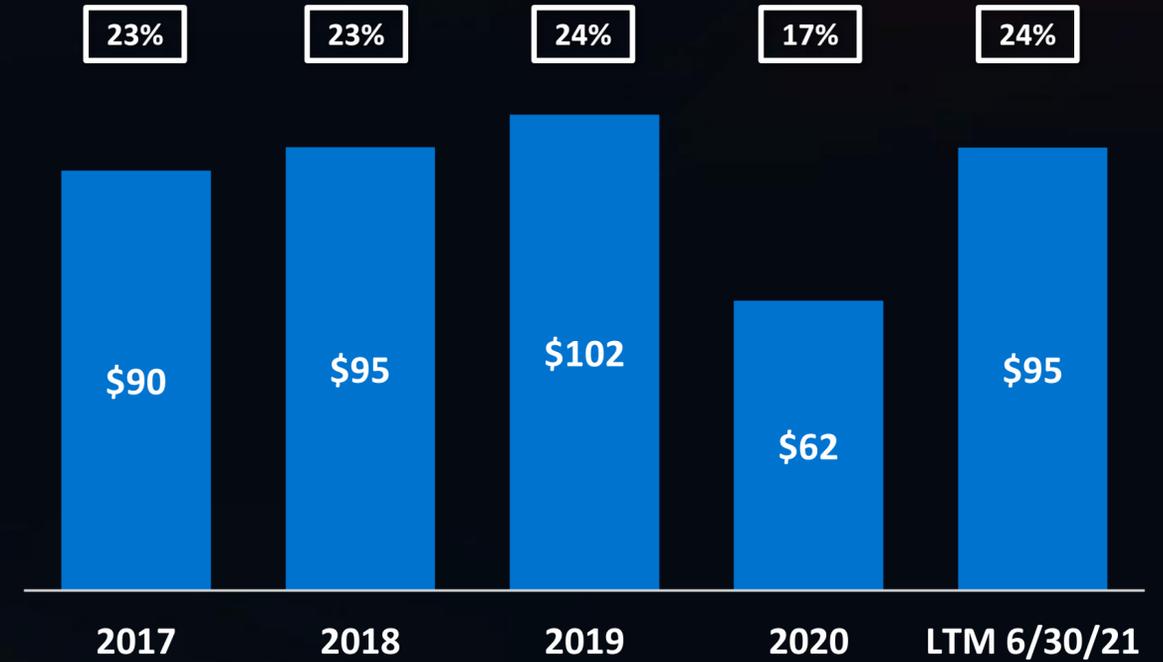
HISTORICAL FINANCIAL PERFORMANCE

(\$ in millions)

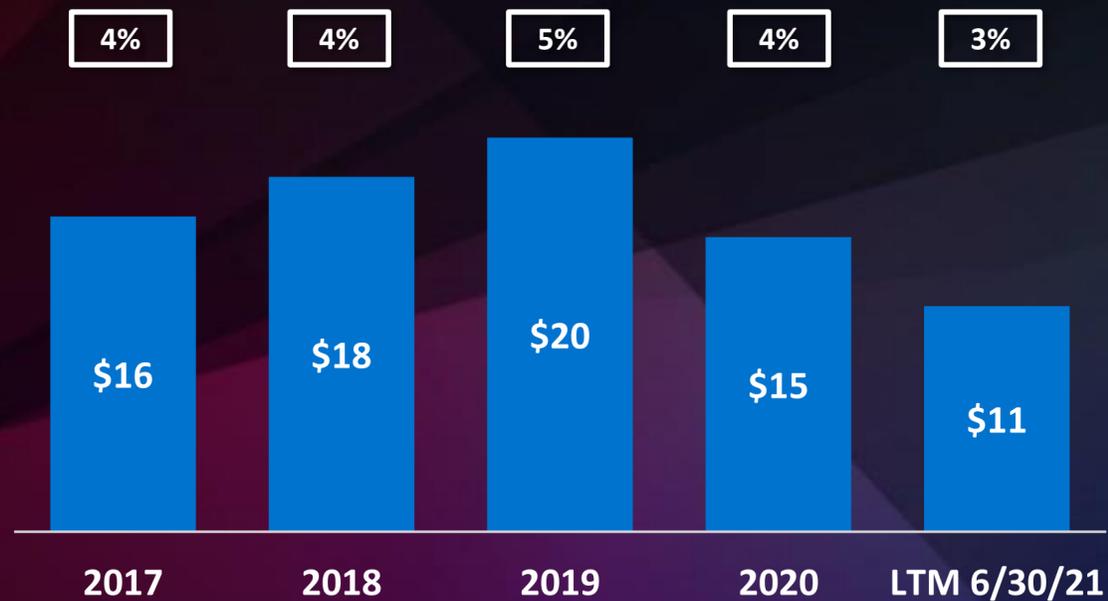
Net Revenue



Adjusted EBITDA (% Margin) ⁽¹⁾



Capital Expenditures (% of Total Revenue)



Unlevered Free Cash Flow (% Conversion) ⁽²⁾



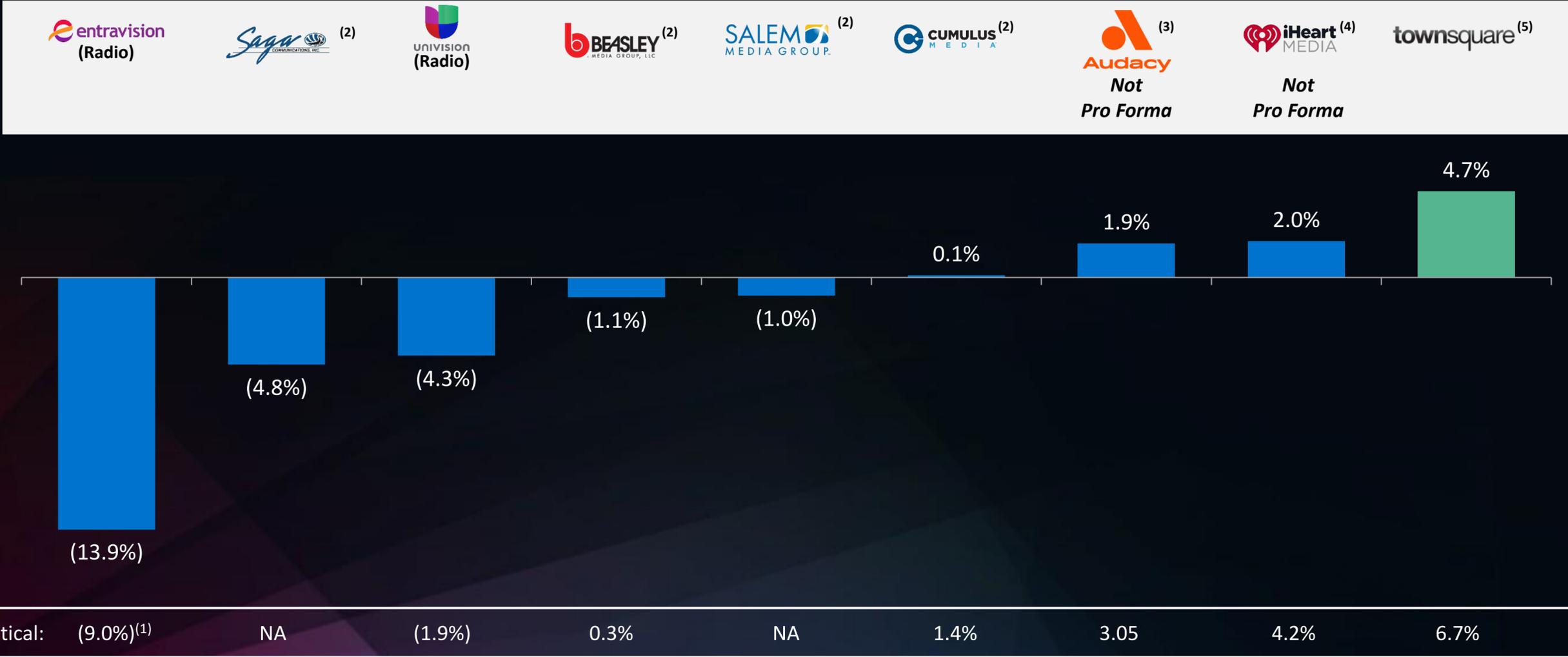
1. Adjusted EBITDA is a non-GAAP financial measure. Please refer to page 2 for the definition of Adjusted EBITDA.

2. Unlevered Free Cash Flow is defined as Adjusted EBITDA less Capital Expenditures. % Conversion is defined as Adjusted EBITDA less Capital Expenditures divided by Adjusted EBITDA.

WE OUTPERFORMED THE INDUSTRY IN 2019, 2020 & 1H 2021

TSQ continues to lead its radio competitors in performance and outlook, driven by our “Digital First” strategy, with stability in our core business and digital growth drivers

2019 Net Revenue Growth

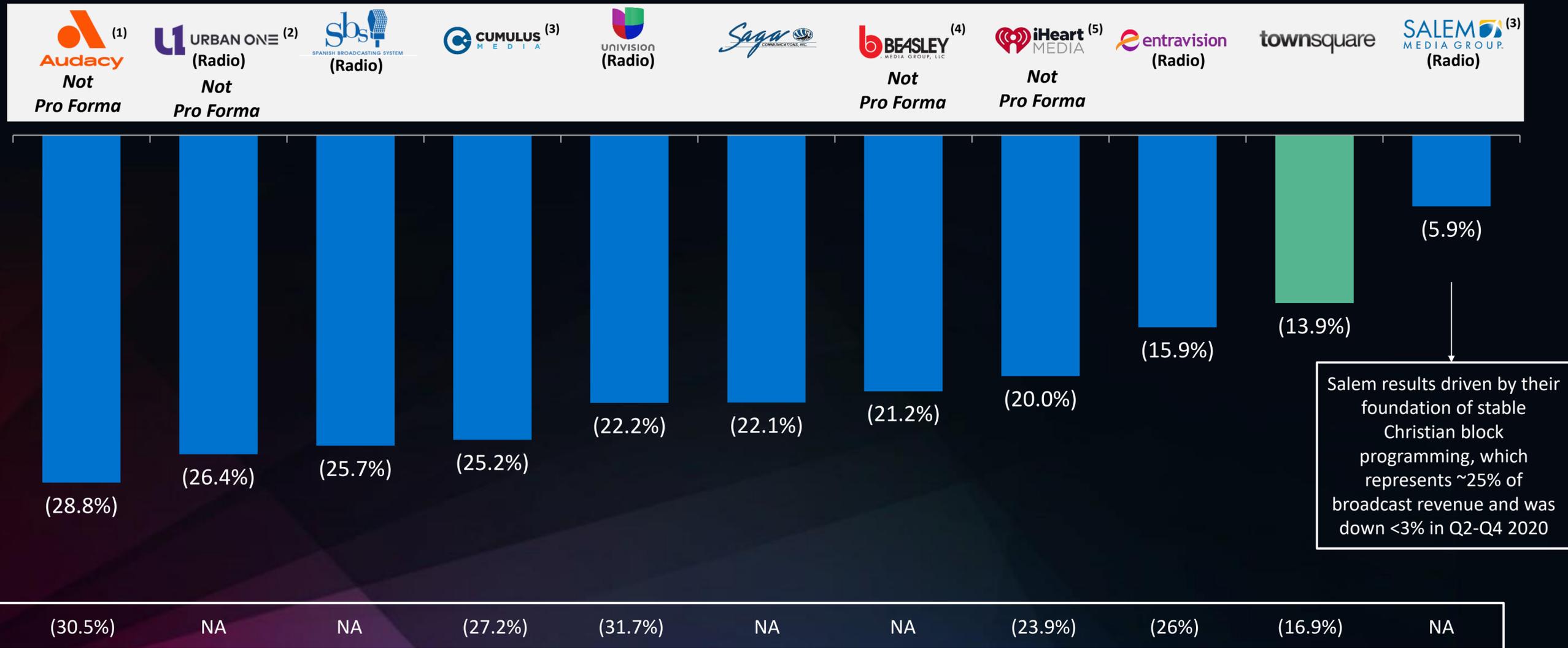


Source: Company filings and earnings call transcripts.
 1. Also excludes advertising related to the 2018 World Cup.
 2. Represents same station results (excludes acquisitions/divestitures). Salem and Saga's ex political numbers are not available on a same station basis.
 3. Not pro forma for podcasting acquisitions.
 4. Not pro forma for Jelli and Stuff Media acquisitions, acquired in Q4 2018.
 5. Pro forma for acquisitions.

WE OUTPERFORMED THE INDUSTRY IN 2019, 2020 & 1H 2021

Across the industry, radio operators were hit especially hard in 2020 by the COVID-19 pandemic, however, largely due to cost cuts were able to generate positive EBITDA starting in Q3. In 2020, TSQ led our competitors driven by our digital strategy, advertising and marketing solutions

2020 Net Revenue Growth



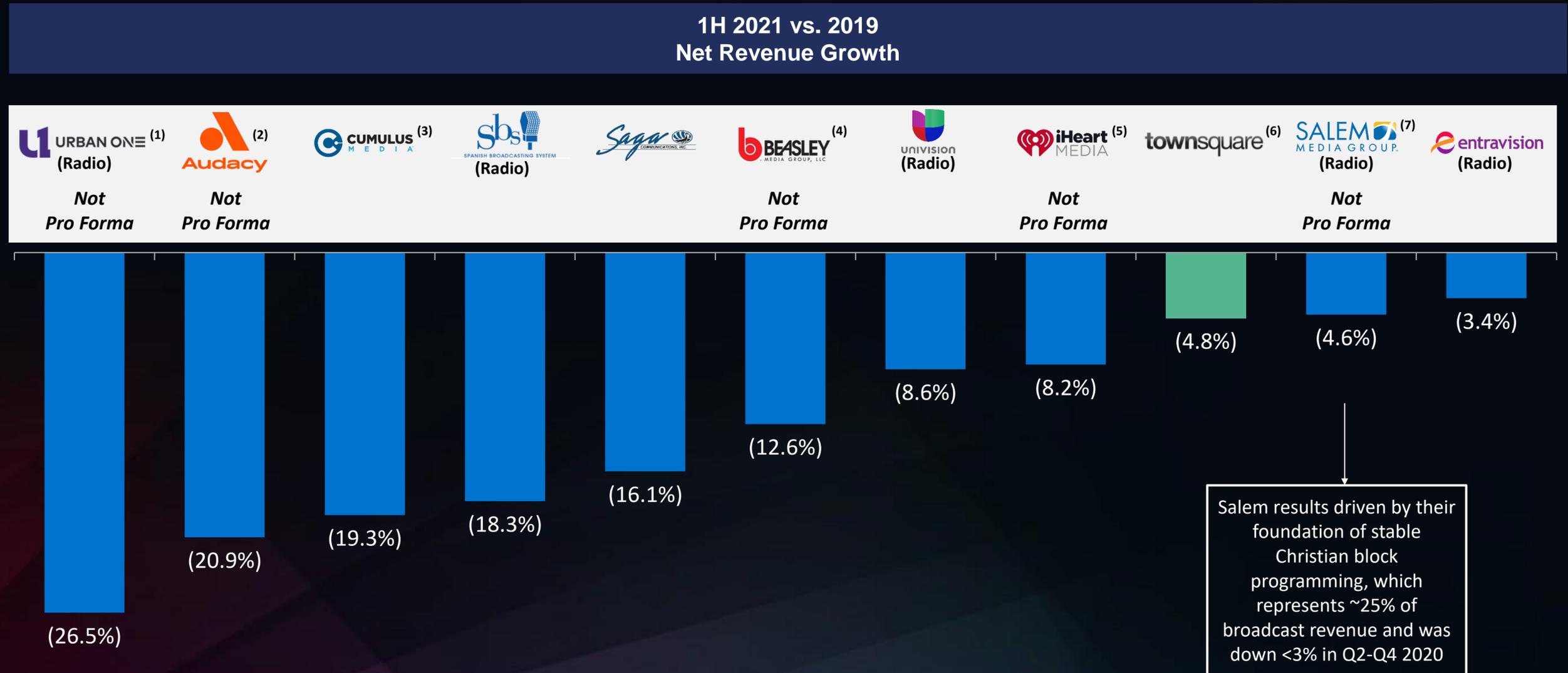
Source: Company filings and earnings call transcripts.

- GAAP results. The impact of the station swap with Cumulus effective 3/1/19 (ETM got NASH FM in NYC and 2 stations in Springfield, MA in exchange for 3 Indianapolis stations); the divestiture of WAAF-FM in Boston to EMF (effective 2/22/20); and the acquisitions of podcast companies Cadence13 and Pineapple Media and sports data and iGaming affiliate platform QL Gaming Group are not defined.
- GAAP results. The impact of the asset swap on 11/23/20 (sold St. Louis stations, WTEM in DC and WPHI in Philadelphia and acquired 4 stations in Charlotte) is not defined.
- Represents same station results (excludes acquisitions/divestitures).
- GAAP results. Does not adjust for the acquisition of WDMK-FM in Detroit from Urban One on August 31, 2019.
- GAAP results. The impact of the acquisition of podcasting company Voxnest (October 2020) is not defined.



WE OUTPERFORMED THE INDUSTRY IN 2019, 2020 & 1H 2021

TSQ's large and growing digital platform (\$180M digital revenue on a trailing twelve-month basis as of June 30, 2021) and our strong advertising and marketing solutions is propelling us ahead of most of the industry



Source: Company filings from 2020 and 2021, and earnings call transcripts.

1. GAAP results. The impact of the asset swap on 11/23/20 (sold St. Louis stations, WTEM in DC and WPHI in Philadelphia and acquired 4 stations in Charlotte) and the sale of WDMK in 8/19 is not defined.
2. GAAP results. The impact of the divestiture of WAAF-FM in Boston to EMF (effective 2/22/20); and the acquisitions of sports data and iGaming affiliate platform QL Gaming Group (11/20) and podcast company Podcorn (Q1'21), Cadence13 (acquired remaining 55% interest in October 2019) and Pineapple Street Media (8/19) are not defined.
3. Represents same station results (excludes acquisitions/divestitures).
4. GAAP results. The impact of the acquisition of WDMK (8/19) is not defined.
5. GAAP results. The impact of the acquisition of podcasting company Voxnest (October 2020) and Triton (3/21) is not defined.
6. Pro forma for the divestiture of the Arizona Bridal Shows business (consisting of two expositions) on March 18, 2019, giving effect to such divestitures as if they had occurred on January 1, 2019.
7. GAAP results. Same station results provided for 2021 vs. 2020, but not available vs. 2019.

"BEST IN CLASS" PRODUCT AND ENGINEERING TEAM

Complete end-to-end product, design and engineering team

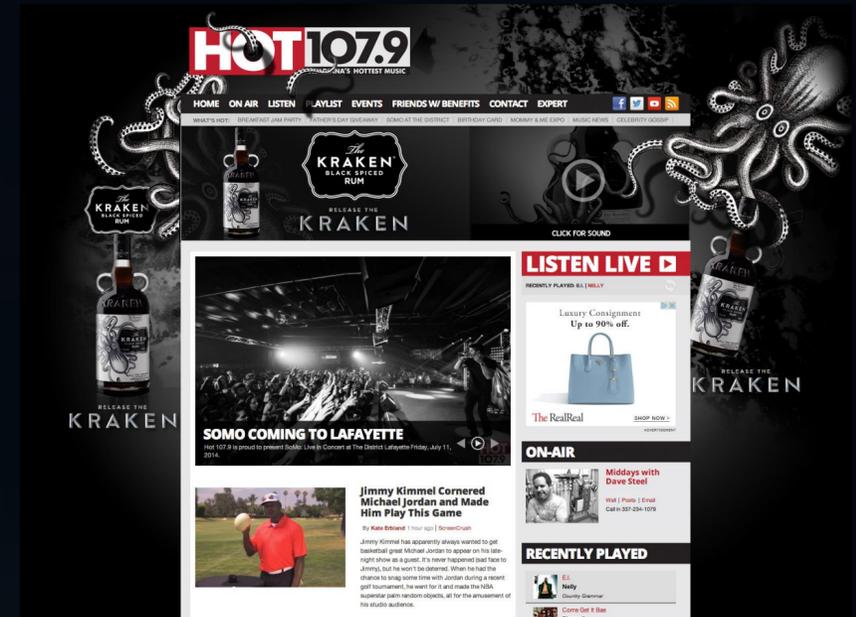
- 40+ person team organized around Design, Engineering and Q&A disciplines

Collaborative, yet structured team focus allows for rapid innovation and stable environment at scale

Annual hackathons and periodic meet-ups foster teamwork and accelerate innovation

Developed countless products and tools for TSQ, including:

- ✓ Content Management System that supports 350+ TSQ websites, ~30,000 articles per month, 24,950+ SMB websites (TSI) and is used daily by 1,000+ employees
- ✓ Mobile app platform for 350+ brand/station apps and an aggregator app (radioPup)
- ✓ Premium digital advertising products
- ✓ Sales tools including the Blueprint app and CRM



EXPERIENCED MANAGEMENT TEAM



Bill Wilson
Chief Executive Officer
(In current role since 2017)

- President of AOL Media
- SVP, Worldwide Marketing at Bertelsmann Music Group
- 10+ years at Townsquare



Stu Rosenstein
EVP, Chief Financial Officer
(In current role since 2010)

- Owner and Managing Principal of AMG Financial
- EVP and CFO of LiveWire Ventures
- EVP and CFO of PriCellular Corporation (sold in 1998 for \$1.4bn)
- 10+ years at Townsquare



Claire Yenicay
EVP, Investor Relations
(In current role since 2015)

- Associate at Oak Hill Capital Partners
- Analyst at Merrill Lynch
- 10+ years at Townsquare



Erik Hellum
EVP, COO Local Media
(In current role since 2017)

- President of GAP West
- Leadership roles at Bonneville Communications, Clear Channel and Katz Radio
- 10+ years at Townsquare



Allison Zolot
SVP and General Counsel

(In current role since 2021)

- Attorney at Mayer Brown, LLP
- First year at Townsquare



Sun Sachs
SVP, Product & Engineering

(In current role since 2010)

- Vice President, Design and Product at AOL Media
- 10+ years at Townsquare



Cristina Cipolla
VP Business Intelligence & Revenue Optimization
(In current role since 2013)

- Director of Revenue Management at Clear Channel
- 7+ years at Townsquare



Scott Schatz
EVP, Finance & Operations

(In current role since 2015)

- Associate at Bear Stearns and Brown Brothers Harriman
- Analyst at JP Morgan
- 10+ years at Townsquare



Heather Hagar
SVP, Human Resources

(In current role since 2021)

- Talent Acquisition Partner at Yodle
- 8+ years at Townsquare

ADJUSTED EBITDA RECONCILIATION

\$ in millions	2017	2018	2019	2020	LTM 6/30/21	Commentary
Net (loss) income	(\$12.9)	(\$97.3)	(\$65.7)	(\$80.6)	\$9.8	<p>1. In 2019 and 2020, TSQ took significant non-cash impairment charges to the value of its FCC licenses, primarily due to a change in valuation methodology adopted after discussion with its new auditors. Beginning with the 2019 audit, TSQ no longer utilizes the revenue and cash flows from Townsquare Ignite, Townsquare Interactive and Live Events to support the intangible assets and goodwill that is associated with the radio stations, which is significantly different than how the Company valued TSQ's intangible assets and goodwill since the inception of TSQ in 2010. As a reminder, impairment charges are purely non-cash charges and do not impact TSQ's net revenue, direct operating expenses, Adjusted EBITDA or cash balance.</p> <p>2. Includes impairment loss on investment, net loss from discontinued operations, net loss (gain) on sale and retirement of assets and other (income) expense</p>
Provision (benefit) for income taxes	(7.5)	30.8	(14.6)	(23.9)	12.7	
Interest expense, net	32.8	34.3	33.9	31.4	35.4	
Gain on repurchase of debt	0.0	(0.1)	0.0	(1.2)	0.0	
Loss on extinguishment and modification of debt	0.0	0.0	0.0	0.0	6.0	
Depreciation and amortization	18.4	19.6	25.8	20.1	19.8	
Stock-based compensation	0.7	1.6	2.6	2.1	2.9	
Transaction costs	1.2	1.5	1.5	2.7	5.5	
Business realignment costs	1.3	1.4	0.2	3.1	1.2	
Impairment of goodwill and intangible assets [1]	20.6	48.2	108.7	109.1	1.4	
Other [2]	35.4	54.7	9.9	(0.7)	0.3	
Adjusted EBITDA	\$90.0	\$94.7	\$102.4	\$62.1	\$94.9	

townsquare