SBA Communications Corporation Closes On $400 Million Credit Facility

BOCA RATON, Fla., Feb. 2 /PRNewswire-FirstCall/ -- SBA Communications Corporation (Nasdaq: SBAC) (including its subsidiaries, "SBA" or the "Company") announced today that its wholly-owned subsidiary, SBA Senior Finance, Inc. ("SBASF") has closed on a $400 million senior secured credit facility, consisting of a $75 million revolving credit facility and a $325 million term loan. The facility was provided by a syndicate of lenders. Lehman Brothers Inc. and Deutsche Bank Securities Inc. were joint lead arrangers and bookrunners for the new facility. Lehman Commercial Paper Inc. serves as administrative agent, Deutsche Bank Securities Inc. and General Electric Capital Corporation serve as co-syndication agents and TD Securities (USA) Inc. serves as documentation agent.

The facility provides for loans at either the Eurodollar rate plus a spread of 350 basis points or the Base Rate (as defined in the facility) plus a spread of 250 basis points. The term loan provides for $275 million to be funded at closing and an additional $50 million to be available to SBASF until November 15, 2004, subject to covenant compliance. The revolving credit facility matures in July of 2008 and the $325 million term loan matures in October of 2008. The credit facility is guaranteed by all subsidiaries of SBASF and is secured by a pledge of all the assets of SBA and its subsidiaries.

Approximately $152 million of the proceeds from the facility were used to repay borrowings and assignment fees under SBA's prior senior secured credit facility. The Company intends to use approximately $53 million to call the remaining $49.6 million of its 12% Senior Discount Notes on March 1, 2004. The balance of the proceeds may be used for general corporate purposes.

"Since the middle of 2003, we have been focused on replacing our higher cost debt with lower-cost and longer-term financing," commented Jeffrey A. Stoops, President and Chief Executive Officer. "With the closing of the new credit facility and application of a portion of the proceeds to retire the last of our 12% Senior Discount Notes, since last year we have reduced annual cash interest costs by over $40 million. Liquidity has been improved materially and we have eliminated any material debt amortization requirements prior to maturity of the new credit facility in 2008. We expect cash flows to be improved materially, and as a result we are now anticipating positive cash flow from operating activities in 2004."

SBA is a leading independent owner and operator of wireless communications infrastructure in the United States. SBA generates revenue from two primary businesses - site leasing and site development services. The primary focus of the company is the leasing of antenna space on its multi-tenant towers to a variety of wireless service providers under long-term lease contracts. Since it was founded in 1989, SBA has participated in the development of over 20,000 antenna sites in the United States.

For additional information about SBA, please contact Pam Kline, Vice- President-Capital Markets, at (561) 995-7670.

Information Concerning Forward-Looking Statements

This press release includes forward-looking statements, including the Company's estimates regarding the use of proceeds from the new credit facility, and statements regarding cash flows, including the material improvement of cash flows and anticipating positive cash flow from operating activities in 2004.

These forward-looking statements may be affected by the risks and uncertainties in the Company's business. This information is qualified in its entirety by cautionary statements and risk factor disclosure contained in the Company's Securities and Exchange Commission filings, including the Company's report on Form 10-K filed with the Commission on March 31, 2003. The Company wishes to caution readers that certain important factors may have affected and could in the future affect the Company's actual results and could cause the Company's actual results for subsequent periods to differ materially from those expressed in any forward-looking statement made by or on behalf of the Company. With respect to the estimates regarding the use of proceeds from the new credit facility, such risk factors include: (1) the proceeds from the new credit facility being sufficient for the Company's intended uses; and (2) the Company's ability to successfully call the remaining 12% Senior Discount Notes. With respect to the statements regarding cash flows, such risk factors include, but are not limited to: (1) the Company's ability to secure and deliver anticipated services business at contemplated margins, (2) the Company's ability to increase revenues and maintain or decrease expenses and cash capital expenditures, (3) the Company's ability to continue to comply with covenants and the terms of its senior credit facility and to access sufficient capital to fund its operations, (4) the business climate for the wireless communications industry in general and the wireless communications infrastructure providers in particular, and (5) the continued dependence on towers and outsourced site development services by the wireless communications industry. The Company undertakes no obligation to update forward-looking statements to reflect events or circumstances after the date hereof.

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