

**Isle of Capri Casinos, Inc.****Reconciliation of Forward-Looking Adjusted EBITDA to Net Income****For the Quarter Ending July 24, 2005***As Disclosed in the 4th Quarter 2005 Earnings Conference Call on June 24, 2005***(In thousands, except per share amounts)**

	<b>Range of Estimate</b>		
Adjusted EBITDA(1)(2).....	\$ 56,000	\$ 58,000	\$ 60,000
(Add)/deduct:			
Eighth Wonder Contract Payment	4,000	4,000	4,000
Depreciation and amortization.....	26,000	26,000	26,000
Operating income.....	26,000	28,000	30,000
Interest expense, net.....	20,400	20,400	20,400
Minority interest.....	2,100	2,400	2,500
Income before income taxes.....	3,500	5,200	7,100
Income tax expense.....	1,610	2,392	3,266
Net income.....	<u>\$ 1,890</u>	<u>\$ 2,808</u>	<u>\$ 3,834</u>
Per share data - diluted:			
Net income.....	\$ 0.06	\$ 0.09	\$ 0.12
Weighted average diluted common shares.....	31,400	31,400	31,400

(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.

**Isle of Capri Casinos, Inc.**

**Reconciliation of Net Debt to Adjusted EBITDA Ratio**

**For the Quarter Ended April 24, 2005**

*As Disclosed in the 4th Quarter 2005 Earnings Conference Call on June 24, 2005*

**(In thousands)**

**Cash and Marketable Securities:**

Consolidated	\$	146,743
Less: Unrestricted Subsidiary Cash		29,751
Less: Minimum Cash per Senior Debt Covenants		55,000
<b>Excess Cash</b>	<b>\$</b>	<b>61,992</b>

**Debt:**

Consolidated	\$	1,156,118
Plus: Unsecured Letters of Credit and Bonds of Restricted Subsidiaries		14,471
Less: Unrestricted Subsidiary Debt		196,882
Less: Excess Cash		61,992
<b>Net Restricted Subsidiary Debt for Senior Debt Compliance Purposes</b>	<b>\$</b>	<b>911,715</b>

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

Consolidated LTM Adjusted EBITDA	\$	224,176
Less: Unrestricted Subsidiary LTM Adjusted EBITDA		28,527
Plus: Management Fees from Unrestricted Subsidiaries		6,332
Plus: Excess Cash Dividends from Unrestricted Subsidiaries		-
Plus: Gain on Sale of Option to Purchase Real Estate in St. Louis, MO		2,277
<b>Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries and Gain on Sale</b>	<b>\$</b>	<b>204,258</b>

**Net Debt to Adjusted EBITDA Ratio:**

Net Restricted Subsidiary Debt	\$	911,715
Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries	\$	204,258

**Net Debt to Adjusted EBITDA Ratio** 4.46x

**Isle of Capri Casinos, Inc.**

**Reconciliation of Adjusted EBITDA to Interest Ratio**

**For the Quarter Ended April 24, 2005**

*As Disclosed in the 4th Quarter 2005 Earnings Conference Call on June 24, 2005*

**(In thousands)**

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

Consolidated LTM Adjusted EBITDA	\$	224,176
Less: Unrestricted Subsidiary LTM Adjusted EBITDA		28,527
Plus: Management Fees from Unrestricted Subsidiaries		6,332
Plus: Excess Cash Dividends from Unrestricted Subsidiaries		-
Plus: Gain on Sale of Option to Purchase Real Estate in St. Louis, MO		2,277
<b>Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries</b>	<b>\$</b>	<b>204,258</b>

**Last Twelve Months Interest:**

Consolidated Net Interest Expense	\$	73,473
Plus: Consolidated Capitalized Interest		3,198
Consolidated Gross Interest Expense Net of Interest Income	\$	76,671
Unrestricted Subsidiaries Net Interest Expense	\$	8,943
Plus: Unrestricted Subsidiaries Capitalized Interest		1,590
Unrestricted Subsidiaries Gross Interest Expense Net of Interest Income	\$	10,533
Consolidated Gross Interest Expense Net of Interest Income	\$	76,671
Less: Unrestricted Subsidiaries Gross Interest Expense Net of Interest Income		10,533
Less: Restricted Subsidiaries Non-Cash Interest (Amortization of Deferred Financing Costs)		2,879
<b>Restricted Subsidiaries Net Cash Interest Expense</b>	<b>\$</b>	<b>63,259</b>

**Adjusted EBITDA to Interest Ratio:**

Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries	\$	204,258
Restricted Subsidiaries Net Cash Interest Expense	\$	63,259

**Adjusted EBITDA to Cash Interest Ratio**

**3.23x**