

Isle of Capri Casinos, Inc.**Reconciliation of Net Debt to Adjusted EBITDA Ratio****For the LTM Ended April 30, 2006***As Disclosed in the 4th Quarter 2006 Earnings Conference Call on June 23, 2006***(In thousands)****Excess Cash of Restricted Subsidiaries (Including Discontinued Operations):**

Consolidated Cash and Cash Equivalents	\$	121,193
Less: Cash and Cash Equivalents of Unrestricted Subsidiaries		18,074
Less: Minimum Cash for Restricted Subsidiaries per Senior Debt Covenants		55,000
Excess Cash of Restricted Subsidiaries (Including Discontinued Operations)	\$	48,119

Net Debt of Restricted Subsidiaries (Including Discontinued Operations):

Consolidated Debt	\$	1,221,280
Plus: Unsecured Letters of Credit and Bonds of Restricted Subsidiaries		69,836
Less: Unrestricted Subsidiary Debt		216,685
Less: Excess Cash of Restricted Subsidiaries		48,119
Net Debt of Restricted Subsidiaries (Including Discontinued Operations)	\$	1,026,312

Last Twelve Months (LTM) Adjusted EBITDA (1) Adjusted for Payments from Unrestricted Subsidiaries (Including Discontinued Operations):

Consolidated LTM Adjusted EBITDA	\$	249,175
Less: LTM Adjusted EBITDA of Unrestricted Subsidiaries		41,013
Plus: Management Fees from Unrestricted Subsidiaries		7,086
Plus: Excess Cash Dividends from Unrestricted Subsidiaries		-
LTM Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries (Including Discontinued Operations)	\$	215,248

Net Debt to Adjusted EBITDA Ratio (Including Discontinued Operations):

Net Debt of Restricted Subsidiaries	\$	1,026,312
LTM Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries and Gain on Sale	\$	215,248

Net Debt to Adjusted EBITDA Ratio (Including Discontinued Operations) **4.8x**

(1) EBITDA is "earnings before interest, income taxes, depreciation and amortization." Isle of Capri calculates Adjusted EBITDA at its properties by adding preopening expense, management fees, other charges and non-cash items to EBITDA. Adjusted EBITDA is presented solely as a supplemental disclosure because management believes that it is 1) a widely used measure of operating performance in the gaming industry and 2) a principal basis of valuing gaming companies. Management uses property level Adjusted EBITDA (Adjusted EBITDA before corporate expense) as the primary measure of the Company's operating properties' performance, including the evaluation of operating personnel. Adjusted EBITDA should not be construed as an alternative to operating income as an indicator of the Company's operating performance, as an alternative to cash flows from operating activities as a measure of liquidity or as an alternative to any other measure determined in accordance with U.S. generally accepted accounting principles (GAAP). The Company has significant uses of cash flows, including capital expenditures, interest payments, taxes and debt principal repayments, which are not reflected in Adjusted EBITDA. information may calculate Adjusted EBITDA in a different manner than the Company.

Isle of Capri Casinos, Inc.**Reconciliation of Adjusted EBITDA to Interest Ratio****For the LTM Ended April 30, 2006***As Disclosed in the 4th Quarter 2006 Earnings Conference Call on June 23, 2006***(In thousands)****Last Twelve Months (LTM) Adjusted EBITDA (1) Adjusted for Payments from Unrestricted Subsidiaries
(Including Discontinued Operations):**

Consolidated LTM Adjusted EBITDA	\$	249,175
Less: LTM Adjusted EBITDA of Unrestricted Subsidiaries		41,013
Plus: Management Fees from Unrestricted Subsidiaries		7,086
Plus: Excess Cash Dividends from Unrestricted Subsidiaries		-
LTM Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries (Including Discontinued Operations)	\$	215,248

Last Twelve Months (LTM) Restricted Subsidiaries Gross Cash Interest Expenditure (Including Discontinued Operations):

Consolidated Net Interest Expense	\$	83,002
Plus: Consolidated Capitalized Interest		4,589
Plus: Consolidated Interest Income		3,960
Less: Consolidated Amortization of Deferred Financing Costs		2,980
Consolidated Gross Cash Interest Expenditure	\$	88,571
Unrestricted Subsidiaries Net Interest Expense	\$	10,597
Plus: Unrestricted Subsidiaries Capitalized Interest		2,645
Plus: Unrestricted Subsidiaries Interest Income		2,000
Less: Unrestricted Subsidiaries Amortization of Deferred Financing Costs		675
Unrestricted Subsidiaries Gross Cash Interest Expenditure	\$	14,566
Consolidated Gross Cash Interest Expenditure	\$	88,571
Less: Unrestricted Subsidiaries Gross Cash Interest Expenditure		14,566
LTM Restricted Subsidiaries Gross Cash Interest Expenditure (Including Discontinued Operations)	\$	74,005

Adjusted EBITDA to Interest Ratio (Including Discontinued Operations):

LTM Adjusted EBITDA Adjusted for Payments from Unrestricted Subsidiaries and Gain on Sale	\$	215,248
Restricted Subsidiaries Gross Cash Interest Expenditure	\$	74,005

Adjusted EBITDA to Interest Ratio (Including Discontinued Operations)**2.9x**

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