

Attention Business/Entertainment Editors:  
Newfoundland Capital Corporation signs agreement to purchase second  
Winnipeg, Manitoba radio station

DARTMOUTH, NS, Dec. 16 /CNW/ - Newfoundland Capital Corporation ("NCC" or "Company") (TSX: NCC.SV.A, NCC.MV.B) announced today that its wholly-owned subsidiary, Newcap Inc., has signed an agreement to purchase CKJS Limited which holds the CKJS-AM radio broadcast licence in Winnipeg, Manitoba, pending approval from the Canadian Radio-television and Telecommunications Commission (CRTC). This is the Company's second acquisition in Manitoba and demonstrates the Company's continued commitment to growing its broadcast network across Canada. The purchase price is \$1.8 million.

President and Chief Executive Officer Rob Steele: "In a radio environment crowded with music stations, CKJS has a successful 30-year track record in serving Winnipeg's large, multi-cultural population. Broadcasting in 19 different languages each week, CKJS reflects the rich cultural heritage and ethnic diversity found in Winnipeg. Newcap Radio is very enthusiastic to build on and enhance the radio station's important role in the community."

Newcap intends to combine the operations of CKJS and the previously announced acquisition of CHNR-FM under one roof. In addition to sharing space, the Company will also benefit from operating synergies including combined advertising programs and promotional initiatives.

Winnipeg stands as one of the Top 10 radio markets in Canada and is the largest commercial center between Toronto and Calgary. Winnipeg is an important and dynamic growth market for Newcap Radio as it continues to expand its broadcast culture throughout the country.

#### About Newfoundland Capital Corporation Limited

Newfoundland Capital Corporation Limited (TSX: NCC.SV.A, NCC.MV.B) is one of Canada's leading small and medium market radio broadcasters with 70 licences across Canada. The Company reaches millions of listeners each week through a variety of formats and is a recognized industry leader in radio programming, sales and networking.

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CO: Newfoundland Capital Corporation Limited

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