



**FOR IMMEDIATE RELEASE**

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**DOVER MOTORSPORTS, INC. REPORTS RESULTS  
FOR THE FIRST QUARTER ENDED MARCH 31, 2019**

Dover Motorsports, Inc. (NYSE: DVD) today reported its results for the three months ended March 31, 2019.

The Company historically reports a loss in the first quarter due to the seasonality of our motorsports business. No major events were promoted during the first quarter of 2019 or 2018; therefore, our revenues were minimal.

Operating and marketing expenses decreased to \$1,055,000 in the first quarter of 2019 from \$1,151,000 in the first quarter of 2018, primarily due to the timing of advertising costs.

General and administrative expenses of \$1,916,000 in the first quarter of 2019 also decreased slightly from \$1,955,000 in the first quarter of 2018, primarily from lower employee costs.

Depreciation expense decreased to \$793,000 in the first quarter of 2019 from \$878,000 in the first quarter of 2018.

As previously reported, during the first quarter of 2018 we closed on the sale of a parcel of land in Nashville for net proceeds of approximately \$5 million after closing costs, resulting in a gain of \$2,512,000. We sold an additional 7.6 acres during the first quarter of 2019 for net proceeds of approximately \$267,000, resulting in a gain of \$139,000.

Provision for contingent obligation was \$111,000 during the first quarter of 2019 compared to \$67,000 for the first quarter of 2018.

Loss before income taxes was \$3,481,000 for the first quarter of 2019 compared to \$1,349,000 for the first quarter of 2018. On an adjusted basis, excluding the land sales, loss before income taxes was \$3,620,000 for the first quarter of 2019 compared with \$3,861,000 for the first quarter of 2018.

The Company's effective income tax rate was 28.5% in the first quarter of 2019 compared with 26.5% in the first quarter of 2018.

Net loss for the first quarter of 2019 was \$2,490,000 or \$.07 per diluted share compared with a loss of \$992,000 or \$.03 per diluted share in the first quarter of 2018. Net loss, adjusted for the aforementioned items, was \$2,600,000 or \$.07 per diluted share for the first quarter of 2019 compared to \$2,976,000 or \$.08 per diluted share for the first quarter of 2018.

The Company's financial condition continues to strengthen, with no outstanding borrowings and more than \$2.5 million in available cash. During the first quarter this year, the Company repurchased 50,220 shares of its common stock on the open market at an average price of \$2.02 per share, not including nominal brokerage commissions.

\* \* \*

This release contains or may contain forward-looking statements based on management's beliefs and assumptions. Such statements are subject to various risks and uncertainties which could cause results to vary materially. Please refer to the Company's SEC filings for a discussion of such factors.

Dover Motorsports, Inc. is a leading promoter of NASCAR sanctioned and other motorsports events in the United States whose subsidiaries own and operate Dover International Speedway in Dover, Delaware and Nashville Superspeedway near Nashville, Tennessee. For further information, log on to [dovermotorsports.com](http://dovermotorsports.com).

DOVER MOTORSPORTS, INC.  
CONSOLIDATED STATEMENTS OF OPERATIONS  
In Thousands, Except Per Share Amounts  
(Unaudited)

|                                      | Three Months Ended<br>March 31, |                  |
|--------------------------------------|---------------------------------|------------------|
|                                      | <u>2019</u>                     | <u>2018</u>      |
| Revenues:                            |                                 |                  |
| Event-related                        | \$ 129                          | \$ 226           |
| Expenses:                            |                                 |                  |
| Operating and marketing              | 1,055                           | 1,151            |
| General and administrative           | 1,916                           | 1,955            |
| Depreciation                         | 793                             | 878              |
|                                      | <u>3,764</u>                    | <u>3,984</u>     |
| Gain on sale of land                 | <u>139</u>                      | <u>2,512</u>     |
| Operating loss                       | (3,496)                         | (1,246)          |
| Interest expense                     | (6)                             | (40)             |
| Provision for contingent obligation  | (111)                           | (67)             |
| Other income                         | <u>132</u>                      | <u>4</u>         |
| Loss before income taxes             | (3,481)                         | (1,349)          |
| Income tax benefit                   | <u>991</u>                      | <u>357</u>       |
| Net loss                             | <u>\$ (2,490)</u>               | <u>\$ (992)</u>  |
| Net loss per common share:           |                                 |                  |
| Basic                                | <u>\$ (0.07)</u>                | <u>\$ (0.03)</u> |
| Diluted                              | <u>\$ (0.07)</u>                | <u>\$ (0.03)</u> |
| Weighted average shares outstanding: |                                 |                  |
| Basic                                | 36,032                          | 36,234           |
| Diluted                              | 36,032                          | 36,234           |

DOVER MOTORSPORTS, INC.  
RECONCILIATION OF GAAP LOSS BEFORE INCOME TAXES  
TO ADJUSTED LOSS BEFORE INCOME TAXES  
AND RECONCILIATION OF GAAP NET LOSS TO ADJUSTED NET LOSS  
In Thousands, Except Per Share Amounts  
(Unaudited)

|  | Three Months Ended<br>March 31, |                   |
|--|---------------------------------|-------------------|
|  | <u>2019</u>                     | <u>2018</u>       |
| GAAP loss before income taxes                            | \$ (3,481)                      | \$ (1,349)        |
| Gain on sale of land <sup>(1)</sup>                      | <u>(139)</u>                    | <u>(2,512)</u>    |
| Adjusted loss before income taxes                        | <u>\$ (3,620)</u>               | <u>\$ (3,861)</u> |
| GAAP net loss  | \$ (2,490)                      | \$ (992)          |
| Gain on sale of land, net of income taxes <sup>(1)</sup> | <u>(110)</u>                    | <u>(1,984)</u>    |
| Adjusted net loss  | <u>\$ (2,600)</u>               | <u>\$ (2,976)</u> |
| GAAP net loss per common share - basic and diluted       | \$ (0.07)                       | \$ (0.03)         |
| Gain on sale of land, net of income taxes <sup>(1)</sup> | <u>-</u>                        | <u>(0.05)</u>     |
| Adjusted net loss per common share - basic and diluted   | <u>\$ (0.07)</u>                | <u>\$ (0.08)</u>  |

<sup>(1)</sup> During the first quarter of 2019 and 2018, we closed on sales of parcels of land at our Nashville Superspeedway facility resulting in gains of \$139,000 and \$2,512,000, respectively.

The above financial information is presented using other than generally accepted accounting principles ("non-GAAP"), and is reconciled to comparable information presented using GAAP. Non-GAAP adjusted loss before income taxes, adjusted net loss and adjusted net loss per common share - basic and diluted are derived by adjusting amounts determined in accordance with GAAP for the aforementioned gain on sale of land. Income taxes are based on our approximate statutory tax rates. We believe such non-GAAP information is useful and meaningful to investors, and is used by investors and us to assess core operations. This non-GAAP financial information may not be comparable to similarly titled measures used by other entities and should not be considered as an alternative to loss before income taxes, net loss or net loss per common share - basic and diluted, which are determined in accordance with GAAP.

DOVER MOTORSPORTS, INC.  
CONSOLIDATED BALANCE SHEETS  
In Thousands  
(Unaudited)

|   | March 31,<br>2019 | March 31,<br>2018 | December 31,<br>2018 |
|---|-------------------|-------------------|----------------------|
| <b>ASSETS</b>                                       |                   |                   |                      |
| Current assets:                                     |                   |                   |                      |
| Cash  | \$ 2,552          | \$ 352            | \$ 3,951             |
| Accounts receivable                                 | 1,844             | 1,935             | 676                  |
| Inventories   | 21                | 15                | 21                   |
| Prepaid expenses and other                          | 1,268             | 1,290             | 1,055                |
| Income taxes receivable                             | -                 | 562               | -                    |
| Assets held for sale                                | -                 | -                 | 531                  |
| Total current assets                                | <u>5,685</u>      | <u>4,154</u>      | <u>6,234</u>         |
| Property and equipment, net                         | 47,599            | 50,261            | 48,137               |
| Nashville Superspeedway facility                    | 23,505            | 23,567            | 23,567               |
| Other assets  | 1,098             | 1,086             | 1,015                |
| Total assets  | <u>\$ 77,887</u>  | <u>\$ 79,068</u>  | <u>\$ 78,953</u>     |
| <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>         |                   |                   |                      |
| Current liabilities:                                |                   |                   |                      |
| Accounts payable                                    | \$ 99             | \$ 166            | \$ 187               |
| Accrued liabilities                                 | 2,238             | 2,403             | 3,083                |
| Payable to Dover Downs Gaming & Entertainment, Inc. | -                 | 12                | 9                    |
| Income taxes payable                                | 118               | -                 | 118                  |
| Contract liabilities                                | <u>4,496</u>      | <u>5,298</u>      | <u>1,140</u>         |
| Total current liabilities                           | 6,951             | 7,879             | 4,537                |
| Revolving line of credit, net                       | -                 | 500               | -                    |
| Liability for pension benefits                      | 720               | 2,263             | 773                  |
| Provision for contingent obligation                 | 2,495             | 2,027             | 2,384                |
| Deferred income taxes                               | <u>7,390</u>      | <u>8,326</u>      | <u>8,371</u>         |
| Total liabilities                                   | <u>17,556</u>     | <u>20,995</u>     | <u>16,065</u>        |
| Stockholders' equity:                               |                   |                   |                      |
| Common stock  | 1,809             | 1,826             | 1,805                |
| Class A common stock                                | 1,851             | 1,851             | 1,851                |
| Additional paid-in capital                          | 101,320           | 101,659           | 101,416              |
| Accumulated deficit                                 | (41,316)          | (43,777)          | (38,826)             |
| Accumulated other comprehensive loss                | <u>(3,333)</u>    | <u>(3,486)</u>    | <u>(3,358)</u>       |
| Total stockholders' equity                          | <u>60,331</u>     | <u>58,073</u>     | <u>62,888</u>        |
| Total liabilities and stockholders' equity          | <u>\$ 77,887</u>  | <u>\$ 79,068</u>  | <u>\$ 78,953</u>     |

DOVER MOTORSPORTS, INC.  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
In Thousands  
(Unaudited)

|  | Three Months Ended<br>March 31, |          |
|--|---------------------------------|----------|
|  | 2019                            | 2018     |
| Operating activities:  |                                 |          |
| Net loss   | \$ (2,490)                      | \$ (992) |
| Adjustments to reconcile net loss to<br>net cash used in operating activities: |                                 |          |
| Depreciation   | 793                             | 878      |
| Amortization of credit facility fees   | 15                              | 16       |
| Stock-based compensation   | 108                             | 105      |
| Deferred income taxes  | (991)                           | (357)    |
| Provision for contingent obligation  | 111                             | 67       |
| (Gains) losses on equity investments   | (87)                            | 16       |
| Gain on sale of land   | (139)                           | (2,512)  |
| Changes in assets and liabilities:   |                                 |          |
| Accounts receivable  | (1,168)                         | (1,459)  |
| Prepaid expenses and other   | (222)                           | (180)    |
| Accounts payable   | (39)                            | 105      |
| Accrued liabilities  | (845)                           | (646)    |
| Payable to Dover Downs Gaming & Entertainment, Inc.                            | (9)                             | 5        |
| Contract liabilities   | 3,356                           | 4,049    |
| Liability for pension benefits   | (18)                            | (519)    |
| Net cash used in operating activities  | (1,625)                         | (1,424)  |
| Investing activities:  |                                 |          |
| Capital expenditures   | (398)                           | (139)    |
| Proceeds from sale of land and equipment, net                                  | 827                             | 4,945    |
| Purchases of equity investments  | (4)                             | (35)     |
| Proceeds from sale of equity investments                                       | 1                               | 33       |
| Net cash provided by investing activities                                      | 426                             | 4,804    |
| Financing activities:  |                                 |          |
| Borrowings from revolving line of credit                                       | -                               | 2,460    |
| Repayments on revolving line of credit   | -                               | (5,200)  |
| Repurchase of common stock   | (200)                           | (289)    |
| Net cash used in financing activities  | (200)                           | (3,029)  |
| Net (decrease) increase in cash  | (1,399)                         | 351      |
| Cash, beginning of period  | 3,951                           | 1        |
| Cash, end of period  | \$ 2,552                        | \$ 352   |