CEVA INC Form DEF 14A April 04, 2016

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

SCHEDULE 14A

(Rule 14a-101)

INFORMATION REQUIRED IN PROXY STATEMENT

SCHEDULE 14A INFORMATION

Proxy Statement Pursuant to Section 14(a) of the

Securities Exchange Act of 1934

Filed by the Registrant x

Filed by a Party other than the Registrant "

Check the appropriate box:

- " Preliminary Proxy Statement
- " Confidential, For Use of the Commission Only (as permitted by Rule 14a-6(e)(2))
- x Definitive Proxy Statement
- " Definitive Additional Materials
- " Soliciting Material under Rule 14a-12

CEVA, Inc.

(Name of Registrant as Specified in Its Charter)

(Name of Person(s) Filing Proxy Statement, if Other Than the Registrant)

Payment of Filing Fee (Check the appropriate box):

- x No fee required.
- " Fee computed on table below per Exchange Act Rules 14a-6(i)(1) and 0-11.
 - (1) Title of each class of securities to which transaction applies:

- (2) Aggregate number of securities to which transaction applies:
- (3) Per unit price or other underlying value of transaction computed pursuant to Exchange Act Rule 0-11 (set forth the amount on which the filing fee is calculated and state how it was determined):
- (4) Proposed maximum aggregate value of transaction:
- (5) Total fee paid:
- " Fee paid previously with preliminary materials:
- " Check box if any part of the fee is offset as provided by Exchange Act Rule 0-11(a)(2) and identify the filing for which the offsetting fee was paid previously. Identify the previous filing by registration statement number, or the form or schedule and the date of its filing.
 - (1) Amount previously paid:
 - (2) Form, Schedule or Registration Statement No.:
 - (3) Filing Party:

(4) Date Filed:

CEVA, INC.

1174 Castro Street, Suite 210

Mountain View, California 94040

Notice of Annual Meeting of Stockholders

to be held on May 16, 2016

To the stockholders of CEVA, Inc.:

The annual meeting of stockholders of CEVA, Inc., a Delaware corporation, will be held on Monday, May 16, 2016, at 8:30 a.m., local time, at The Intercontinental New York Barclay, 111 East 48th Street, New York City, New York for the purpose of considering and voting upon the following matters:

- 1. To elect seven directors, as specifically set forth in the attached proxy statement, to serve until the 2017 annual meeting of stockholders or until their successors are elected and qualified;
- 2. To ratify the selection of Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) as independent auditors of the company for the fiscal year ending December 31, 2016;
- 3. Advisory vote to approve named executive officer compensation; and
- 4. To transact such other business as may properly come before the annual meeting, including any postponements or adjournments thereof.

Our board of directors presently has no knowledge of any other business to be transacted at the annual meeting.

The foregoing items of business are more fully described in the attached proxy statement.

On or about April 5, 2016, we will mail a Notice of Internet Availability of Proxy Materials to our stockholders of record on March 18, 2016. The notice will contain instructions on how to vote your shares and how to access an electronic copy of our proxy materials, including this proxy statement and our annual report to stockholders which contains our 2015 consolidated financial statements and other information of interest to you.

Holders of record of our common stock at the close of business on March 18, 2016 are entitled to receive the Notice of Internet Availability of Proxy Materials, this proxy statement and the 2015 annual report and to vote at the annual meeting.

We urge you to attend the annual meeting in person. However, to ensure your representation at the annual meeting, please vote as soon as possible and refer to the specific instructions for voting on the Notice of Internet Availability of Proxy Materials.

By order of the board of directors,

/s/ Gideon Wertheizer Gideon Wertheizer Chief Executive Officer Mountain View, California

IMPORTANT NOTICE REGARDING THE AVAILABILITY OF PROXY MATERIALS FOR THE ANNUAL MEETING: The notice, proxy statement and 2015 annual report are available at

http://materials.proxyvote.com/157210.

CEVA, INC.

Proxy Statement

For the Annual Meeting of Stockholders

to be held on May 16, 2016

This proxy statement is furnished to you in connection with the solicitation of proxies by our board of directors for the annual meeting of stockholders to be held on Monday, May 16, 2016, at 8:30 a.m., local time, at The Intercontinental New York Barclay, 111 East 48th Street, New York City, New York, including any postponements or adjournments thereof.

A Notice of Internet Availability of Proxy Materials, this proxy statement, any accompanying proxy card or voting instruction form and our 2015 annual report to stockholders will be made available on or about April 5, 2016 to our stockholders of record on March 18, 2016 at <u>http://materials.proxyvote.com/157210</u>. Paper copies of the proxy materials may be obtained by following the instructions on the Notice of Internet Availability of Proxy Materials. The 2015 annual report incorporates our annual report on Form 10-K for 2015, including financial statements and financial statement schedules, but excluding exhibits, as filed with the Securities and Exchange Commission (the SEC). We will provide copies of the exhibits to our annual report on Form 10-K upon the written request of any of our stockholders as of the record date for the annual meeting and payment of a fee which fee shall be limited to our reasonable expenses in providing such exhibits. Please address your request to CEVA, Inc., 1174 Castro Street, Suite 210, Mountain View, California 94040, Attention: Corporate Secretary. Our annual report on Form 10-K, and the exhibits thereto, as well as our other filings with the SEC may be accessed, free of charge, at our website, www.ceva-dsp.com and on the SEC s website at www.sec.gov, as soon as practicable after filing. Our website and the information contained therein or connected thereto are not intended to be incorporated into this proxy statement.

Notice of Internet Availability of Proxy Materials

Under rules adopted by the SEC, we may furnish our proxy materials to our stockholders over the Internet, rather than mailing printed copies of those materials to each stockholder. Each stockholder who receives a Notice of Internet Availability of Proxy Materials has the right to vote on all matters presented at the annual meeting. Our stockholders will not receive a printed copy of the proxy materials unless requested. Instead, the Notice of Internet Availability of Proxy Materials will provide instructions as to how a stockholder may access and review a copy of our proxy materials on the Internet, including this proxy statement and our 2015 annual report. Internet distribution of our proxy materials is designed to expedite receipt by stockholders, lower the cost of the annual meeting, and conserve natural resources. However, if a stockholder would prefer to receive paper copies of our proxy materials, please follow the instructions included in the Notice of Internet Availability of Proxy Materials. If a stockholder shares an address with another stockholder and has received only one Notice of Internet Availability of Proxy Materials, such stockholder may write to us at the following address to request a separate copy of these materials at no cost to such stockholder: CEVA, Inc., 1174 Castro Street, Suite 210, Mountain View, California 94040, Attention: Corporate Secretary. Beneficial owners (i.e. holders of our common stock through a broker dealer, not in their own names) may contact their broker or other nominee to request a separate copy of these materials.

Voting of Proxies

Voting by Proxy Card. All shares entitled to vote and represented by properly executed proxy cards received prior to the annual meeting, and not revoked, will be voted at the annual meeting in accordance with the instructions indicated on those proxy cards.

Voting by Telephone or the Internet. A stockholder may vote his, her or its shares by calling the toll-free number indicated on the Notice of Internet Availability of Proxy Materials and following the recorded instructions or by accessing the website indicated on the Notice of Internet Availability of Proxy Materials and following the instructions provided. When a stockholder votes via the Internet or by telephone, his, her or its vote is recorded immediately. We encourage stockholders to vote using these methods whenever possible.

Voting by Attending the Meeting. A stockholder of record may vote his, her or its shares in person at the annual meeting. A stockholder planning to attend the annual meeting should bring proof of identification for entrance to the annual meeting. If a stockholder of record attends the annual meeting, he, she or it may also submit his, her or its vote in person, and any previous votes that were submitted by the stockholder, whether by Internet, telephone or mail, will be superseded by the vote that such stockholder casts at the annual meeting. If your shares are held in street name or by a broker or nominee, you should follow the directions provided by your broker or nominee regarding how to vote in person at the annual meeting.

Revocability of Proxies. Any proxy given pursuant to this solicitation may be revoked by the person giving it at any time before it is voted. If the shares of common stock are held in your name, you may revoke your proxy (1) by filing with our corporate secretary, at or before the taking of the vote at the annual meeting, a written notice of revocation or a duly executed proxy card, in either case dated later than the prior proxy relating to the same shares, or (2) by attending the annual meeting and voting in person (although attendance at the annual meeting will not by itself revoke a proxy). Any written notice of revocation or subsequent proxy card must be received by our corporate secretary prior to the taking of the vote at the annual meeting. Such written notice of revocation or subsequent proxy card should be hand delivered to our corporate secretary or should be sent to CEVA, Inc., 1174 Castro Street, Suite 210, Mountain View, California 94040, Attention: Corporate Secretary. If your shares are held in street name or by a broker or nominee, you should follow the directions provided by your broker or nominee regarding how to revoke your proxy.

If no instructions are indicated on a properly executed proxy card, the shares represented by that proxy card will be voted as recommended by the board of directors.

If a stockholder indicates on a proxy that the shares should be voted FOR approval of the matters presented at the annual meeting, the proxy holders will have discretion to vote the shares on any other matters which are properly presented at the annual meeting for consideration, including a motion to adjourn or postpone the annual meeting to another time or place for the purpose of soliciting additional proxies, unless a stockholder expressly withholds authorization for the proxies to use their discretion. Gideon Wertheizer and Yaniv Arieli have been selected as proxy holders by our board of directors and currently serve as our executive officers, and Mr. Wertheizer is also a member of our board of directors.

Stockholders Entitled to Vote

Our board of directors has fixed March 18, 2016 as the record date for determination of stockholders entitled to vote at the annual meeting. Only holders of record of our common stock at the close of business on the record date are entitled to notice of and to vote at the annual meeting. On March 18, 2016, there were 20,434,511 shares of our common stock outstanding and entitled to vote. Each share of common stock will have one vote for each matter to be voted upon at the annual meeting.

Quorum; Votes Required

The holders of a majority of the shares of common stock issued and outstanding and entitled to vote at the annual meeting will constitute a quorum for the transaction of business at the annual meeting. Shares of our common stock held by stockholders present in person or represented by proxy, including shares held by stockholders that abstain or do not vote with respect to one or more of the matters presented for stockholder approval, will be counted for purposes of determining whether a quorum is present at the annual meeting. An

automated system administered by Broadridge Financial Solutions Inc. will tabulate votes cast by proxy and a representative from Broadridge will act as inspector of elections to tabulate votes cast in person at the annual meeting.

Under the General Corporation Law of the State of Delaware, abstentions are included in determining the number of shares voted on the proposals submitted to stockholders (other than the election of directors) and will have the same effect as a no vote on such proposals. A broker non-vote occurs when a broker or nominee holding shares for a beneficial owner does not vote on a particular matter because such broker or nominee does not have the discretionary voting authority to vote the shares for which it is the holder of record with respect to a particular matter at the annual meeting and such broker or nominee has not received instructions from the beneficial owner. Broker non-votes, and shares as to which proxy authority has been withheld with respect to any matter, are generally not deemed to be entitled to vote for purposes of determining whether stockholders approval of that matter has been obtained. Pursuant to New York Stock Exchange (NYSE) Rule 452, the uncontested election of directors (Proposal No. 1) is a non-routine matter and, therefore, may not be voted upon by brokers without instruction from beneficial owners. Consequently, proxies submitted by brokers for shares beneficially owned by other persons may not, in the absence of specific instructions from such beneficial owners, vote the shares in relation to Proposal No. 1 at the brokers discretion.

With respect to proposal 1 of this proxy statement, each director nominee will be elected by a plurality of the votes of shares of our common stock represented and voted at the annual meeting. Nevertheless, our bylaws specify that in an uncontested election, any director nominee who receives a greater number of votes withheld from his election than votes for his election shall promptly tender his resignation following the vote. Abstentions will not count as a vote cast with respect to a director nominee. The nomination and corporate governance committee of our board of directors will consider the resignation offered by a director nominee who receives a greater number of votes withheld from his election than votes for his election and recommend to our board whether to accept the resignation offer. Our board will disclose its determination within ninety days from the date of the certification of the stockholder vote for the relevant annual meeting.

With respect to proposal 2 of this proxy statement, the affirmative vote of a majority of shares of our common stock represented and voted at the annual meeting is required for approval. With respect to proposal 3 of this proxy statement, the affirmative vote of a majority of shares of our common stock represented and voted at the annual meeting is required for approval, although such vote will not be binding on us. Abstentions will have no effect on the outcome of the election of the director nominees and will have the same effect as no votes on proposals 2 and 3. Broker non-votes will have no effect on the proposals presented at this annual meeting.

Expenses of Solicitation

We will bear all expenses of this solicitation, including the cost of preparing and mailing this solicitation material. We may reimburse brokerage firms, custodians, nominees, fiduciaries, and other persons representing beneficial owners of common stock for their reasonable expenses in forwarding solicitation material to such beneficial owners. Directors, officers and employees of the company may also solicit proxies in person or by telephone, letter, electronic mail, facsimile or other means of communication. Such directors, officers and employees will not be additionally compensated, but they may be reimbursed for reasonable out-of-pocket expenses in connection with such solicitation.

Security Ownership of Certain Beneficial Owners and Management

The following table sets forth information, as of March 5, 2016, regarding the beneficial ownership of shares of our common stock by (a) each person or entity known by us to own beneficially more than 5% of the outstanding shares of our common stock, (b) each of our named executive officers, as described in the 2015 Summary Compensation Table below, (c) each of our director and director nominee, and (d) our directors and executive officers as a group. The address of each of our directors and named executive officers is c/o CEVA, Inc., 1174 Castro Street, Suite 210, Mountain View, California 94040.

Beneficial ownership is determined in accordance with the rules of the Securities and Exchange Commission, and generally includes voting power and/or investment power with respect to the shares of common stock. The percentages are based on 20,482,644 shares of our common stock outstanding as of March 5, 2016. Shares of our common stock subject to equity-based awards currently exercisable or exercisable within 60 days of March 5, 2016 are deemed outstanding for purposes of computing the percentage beneficially owned by the person holding the options, but are not deemed outstanding for purposes of computing the percentage beneficially owned by any other person. Except as indicated by footnote, we believe that the persons named in this table, based on information provided by them, have sole voting and investment power with respect to the shares of common stock indicated.

	Shares of Our C Beneficially	y Owned	Equity-based Awards Included in Shares of Our Common Stock Beneficially Owned
Name of Beneficial Owner	Number	Percent	Number
Rima Senvest Management, LLC (1)	2,699,222	13.2 9.8	
BlackRock, Inc. (2) The Vanguard Group, Inc. (3)	2,016,672 1,626,524	9.8 7.9	
AWM Investment Company, Inc. (4)	1,020,524	5.6	
1 37 47	1,137,114	5.0	
Directors and Executive Officers			
Eliyahu Ayalon	22,750	*	22,750
Zvi Limon	52,000	*	52,000
Bruce A. Mann	84,500	*	84,500
Peter McManamon	379,562	1.8	126,000
Sven-Christer Nilsson	55,250	*	55,250
Louis Silver	91,000	*	91,000
Gideon Wertheizer	81,570	*	76,249
Yaniv Arieli	115,200	*	107,916
Issachar Ohana	90,812	*	82,916
All directors and executive officers as a group (9 persons)	972,644	4.6	698,581

* Represents less than 1% of the outstanding shares of common stock.

- (1) Rima Senvest Management, LLC (Rima) and Richard Mashaal jointly filed a Schedule 13G/A with the Securities and Exchange Commission on February 12, 2016, reporting beneficial ownership of 2,699,222 shares of our common stock as of December 31, 2015. The information contained in this table is derived from such filing. The address of the reporting persons is 540 Madison Avenue, 32nd Floor, New York, NY 10022.
- (2) BlackRock, Inc. filed a Schedule 13G/A with the Securities and Exchange Commission on January 26, 2016, reporting aggregate beneficial ownership of 2,016,672 shares of our common stock as of December 31, 2015. The information contained in this table is derived from such filing. The address of the reporting person is 55 East 52nd Street, New York, NY 10022.
- (3) The Vanguard Group, Inc. filed a Schedule 13G/A with the Securities and Exchange Commission on February 10, 2016, reporting aggregate beneficial ownership of 1,626,524 shares of our common stock as of December 31, 2015. The information contained in this table is derived from such filing. The address of the reporting person is 100 Vanguard Blvd., Malvern, PA 19355.
- (4) AWM Investment Company, Inc. filed a Schedule 13G/A with the Securities and Exchange Commission on February 11, 2016, reporting beneficial ownership of 1,137,114 shares of our common stock as of December 31, 2015. The address of the reporting person is c/o Special Situations Funds, 527 Madison Avenue, Suite 2600, New York, NY 10022.

Equity Compensation Plan Information

The following table sets forth certain information regarding our equity compensation plans as of December 31, 2015.

Plan Category	Number of shares to be issued upon exercise of outstanding options, warrants and rights	exer outs oj wa	ted average cise price of standing ptions, urrants d rights	Number of securities remaining available for future issuance under equity compensation plans
Equity compensation plans approved by security holders				
CEVA 2003 Director Stock Option Plan	532,250	\$	20.03	133,291
CEVA 2002 Stock Incentive Plan (1)	517,519	\$	21.57	
CEVA 2000 Stock Incentive Plan (2)	120,220	\$	11.33	
CEVA 2011 Stock Incentive Plan (3)	1,366,399	\$	13.84	745,507
SAR Grants to RivieraWaves Employees (4)	104,067	\$	15.17	
CEVA 2002 Employee Stock Purchase Plan				313,410
Total	2,640,455	\$	16.54	1,192,208

(1) The CEVA 2002 Stock Incentive Plan (the 2002 Plan) was terminated and replaced and superseded by the CEVA 2011 Stock Incentive Plan (the 2011 Plan) upon its adoption, except that any awards previously granted under the 2002 Plan shall remain in effect pursuant to their term.

(2) The CEVA 2000 Stock Incentive Plan expired in July 2010.

(3) Up to 1,100,000 shares of common stock plus the number of shares that remain available for grant of awards under the 2002 Plan and any shares that would otherwise return to the 2002 Plan as a result of forfeiture, termination or expiration of awards previously granted under the 2002 Plan are authorized for grant under the 2011 Plan.

(4) On July 7, 2014, we issued a total of 113,000 stock appreciation rights (SARs) to 27 employees who joined us in connection with our acquisition of RivieraWaves SAS. The SARs were granted as an inducement of employment with us for such 27 employees in accordance with NASDAQ Listing Rule 5635(c)(4).

PROPOSAL 1 ELECTION OF SEVEN DIRECTORS

Unless otherwise instructed, the persons named in the accompanying proxy will vote to elect as directors the seven nominees named below, all of whom are currently directors of CEVA. Each director will be elected to hold office until the 2017 annual meeting of stockholders and until his successor is elected and qualified. Each of the nominees has indicated his willingness to serve on our board of directors, if elected; however, if any nominee should be unable to serve, the person acting under the proxy may vote the proxy for a substitute nominee designated by our board of directors. Our board of directors has no reason to believe that any of the nominees will be unable to serve if elected.

The following table sets forth certain information with respect to our directors as of March 5, 2016. Danny Tocatly resigned from our board of directors on June 15, 2015.

			Principal Occupation, Other Business Experience and
		Director	
Name Eliyahu Ayalon	Age 73	Since 1999	Other Directorships During the Past Five Years Mr. Ayalon served as chairman of our board of directors from November 2002 to February 2004 and has served as a member of our board of directors since November 1999. Mr. Ayalon also served as our chief executive officer from November 1999 to January 2001. He currently is the chief executive officer of E.E. Ayalon Assets Ltd. Mr. Ayalon served as President and chief executive officer of DSP Group, Inc., a NASDAQ-listed fabless semiconductor company, from April 1996 until April 2005 and from January 2007 to July 2009. Mr. Ayalon also served as a member of the board of directors of DSP Group from April 1996 to May 2013 and as the Chairman of the board of director of DSP Group from January 2000 to June 2013. Mr. Ayalon is a director of BioView Ltd., a biotech company listed on the Tel Aviv Stock Exchange and also a member of the board of governors of Technion Israel Institute of Technology. We believe Mr. Ayalon s qualifications to sit on our board include his years of executive experience in the high technology and semiconductor industries, his deep understanding of our company acquired during the 10 plus years of service on our board and his board experience at public and private companies within the semiconductor industry.
Zvi Limon (1)(3)(4)	57	1999	Mr. Limon has served as a member of our board of directors since November 1999. Since 1999, Mr. Limon has been a general partner at Magma Venture Capital, a consulting and investment advisory firm. Since 2006, Mr. Limon also has been a general partner of Rimon Investment Fund, a consulting and investment advisory firm, from October 1993 to July 2000. Mr. Limon was a director of DSP Group from 1999 to 2013, Tefron Ltd, a Tel-Aviv Stock Exchange-listed apparel company, from 2008 to 2013, and various private companies. We believe Mr. Limon s qualifications to sit on our board include his years of experience providing strategic and investment advisory services to companies, his understanding of our company acquired during the 10 plus years of service on our board and his board and experience at public and private companies.

		Director	
Name Bruce A. Mann (2)	Age 81	Since 2001	Other Directorships During the Past Five Years Mr. Mann has served as a member of our board of directors since April 2001. Mr. Mann was a partner of Morrison & Foerster LLP from 1987 to 2014 and is now a senior of counsel at the firm. He was a Senior Managing Director of WR Hambrecht & Co., an investment banking firm, from 1999 to 2003. We believe Mr. Mann s qualifications to sit on our board include his expertise in legal matters acquired during his 40 plus years of professional services, his ability to bring risk assessment, corporate governance and public company expertise to our board and his extensive legal representation of companies in the high technology and semiconductor industries.
Peter McManamon	67	2003	Mr. McManamon has served as a member of our board of directors since April 2003 and has served as chairman of our board since May 2005. He is a business advisor with the Enterprise Ireland funded, Stanford University program entitled Strategic Leadership for CFOs. Mr. McManamon served as chief financial officer of Parthus Technologies plc from 1993 until March 2001, executive vice president of corporate development of Parthus Technologies plc from March 2001 until November 2002, a member of the board of directors of Parthus Technologies plc from 1993 until November 2002, and was one of the co-founders of Parthus Technologies plc. From May 2005 to August 2011, Mr. McManamon served as a venture partner of Atlantic Bridge Ventures, an investment company. In September 2012, he completed his second five year term as a board member of The National Development Finance Agency, and as a member of the Audit Committee of the National Treasury Management Agency, appointments made by the Irish Government. He also serves as a director of Openmind Networks, Ltd., a provider of SMS and MMS router solutions for mobile and wholesale operators. We believe Mr. McManamon s qualifications to sit on our board include his qualification as a Chartered Director, his extensive knowledge of our company, products, and strategies through his early involvement with Parthus Technologies, his financial expertise, and his executive management and corporate strategy skills.

Principal Occupation, Other Business Experience and

			Principal Occupation, Other Business Experience and
Name Sven-Christer Nilsson (1)(2)(3)	Age 68	Director Since 2002	Other Directorships During the Past Five Years Mr. Nilsson has served as a member of our board of directors since November 2002. He served as a member of the board of directors of Parthus Technologies plc from March 2000 until November 2002. Mr. Nilsson has been the Chairman and Chief Executive Officer of RIPASSO AB since August 1999. Between 1982 and 1999 he held various positions with The Ericsson Group, the telecommunications equipment supplier, including president, Ericsson Radio Systems (Sweden), vice president, Mobile Switching Systems, executive vice president, Cellular Systems-American Standards, and, from 1998, President and Chief Executive Officer. Mr. Nilsson was a director of ASSA Abloy AB, a global locks and security corporation, from 2001 to 2015 and Sprint Nextel Corporation, a telecommunications company, from 2008 to 2013, as well as various private companies. We believe Mr. Nilsson s qualifications to sit on our board include his executive management roles at The Ericsson Group and his directorship at Sprint Nextel Corporation, as well as his extensive knowledge of our sales channels, competitors, and end markets.
Louis Silver (1)(2)(4)	62	2002	Mr. Silver has served as a member of our board of directors since April 2002. He is currently a corporate advisor and serves as Managing Director of Alba Capital S. A. and Wicklow Corp., private holding investment companies. From April 2005 until April 2015, Mr. Silver was a principal at RP Capital Group, an alternative investment firm focused on investment opportunities in EEMEA. Mr. Silver was a director of DSP Group until May 2012, and director of Scopus Video Networks Ltd., a former NASDAQ-listed company, until December 2008. We believe Mr. Silver s qualifications to sit on our board include his corporate legal experience, financial expertise, his years of experience providing strategic and investment advisory services to companies and his public company experience by previously being a board member of DSP Group, another NASDAQ-listed semiconductor company.

			Principal Occupation, Other Business Experience and
Name Gideon Wertheizer	Age 59	Director Since 2010	Other Directorships During the Past Five Years Mr. Wertheizer has served as a member of our board of directors since January 2010. He has held the position of our Chief Executive Officer since May 2005. Mr. Wertheizer has 34 years of experience in the semiconductor and Silicon Intellectual Property (SIP) industries. He previously served as our executive vice president and general manager of the DSP business unit. Prior
			to joining us in November 2002, Mr. Wertheizer held various executive positions at DSP Group, Inc., including such roles as executive vice president strategic business development, vice president for marketing and vice president of VLSI design. Mr. Wertheizer holds a BsC for electrical engineering from Ben Gurion University in Israel and executive MBA from Bradford University in the United Kingdom. We believe Mr. Wertheizer s qualifications to sit on our board include his years of executive experience in the high technology and semiconductor industries, as well as his deep understanding of our company, people and products acquired as our Chief Executive Officer.

(1) Member of audit committee.

- (2) Member of compensation committee.
- (3) Member of nomination and corporate governance committee.
- (4) Member of the investment committee.

CORPORATE GOVERNANCE

Corporate Governance Overview

Our board of directors is committed to strong and effective corporate governance, and, as a result, it regularly monitors our corporate governance policies and practices to ensure compliance with applicable laws, regulations and rules, as well as the best practices.

Our corporate governance program features the following:

We have an independent chairman of the board;

All of our directors, other than our CEO, are independent;

All of our board members are up for election annually;

We have no stockholder rights plan in place;

Our board committees regularly review and update, as necessary, the committee charters, which clearly establish the roles and responsibilities of each such committee, and such charters are posted on our website for review;

Our board generally has an executive session among our non-employee and independent directors after every board meeting;

Our board enjoys unrestricted access to the company s management, employees and professional advisers;

We have a code of business conduct and ethics that is reviewed regularly for best practices and is posted on our website for review;

We have a clear set of corporate governance guidelines that is reviewed regularly for best practices and is posted on our website for review;

Our charter documents have no supermajority voting provisions;

Our insider trading policy prohibits hedging, pledging or shorting of our stock by all executive officers and directors without written approval by the compliance officer;

None of our board members is serving on an excessive number of public company boards;

We have established a stock ownership requirement for our named executive officers and all of our directors to ensure that their interests remain aligned with the interests of the company and our stockholders;

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We had no related party transactions as defined by the Securities and Exchange Commission in 2015;

There are no family relationships among any of our directors or executive officers;

Our board performs an annual self-assessment, led by the chair of the nomination and corporate governance committee, to evaluate its effectiveness in fulfilling its obligations; and

Our corporate governance documents do not contain a supermajority standard for the approval of a merger or a business combination, which transaction requires the affirmative vote of a majority of the outstanding shares. **Board Leadership Structure**

Our board of directors has a chairman who is a non-employee director. Our chairman is responsible for chairing board meetings and meetings of stockholders, assisting management in setting the agendas for board meetings, providing information to the board members in advance of meetings and between meetings and providing guidance to our Chief Executive Officer on corporate strategies. Our Chief Executive Officer joined as a member of our board in January 2010. Our Chief Executive Officer is responsible for implementing the

strategic direction of the company and the day to day leadership and performance of the company. Our board of directors unanimously appointed our Chief Executive Officer to the board in consideration of the insights he brings to the board in light of his day to day leadership of the company and intimate knowledge of our business and operations.

The Board s Role in Risk Oversight

Our board of directors utilizes an enterprise-wide approach to risk management, designed to support the achievement of business objectives, including organizational and strategic objectives, improve long-term organizational performance and enhance stockholder value. The involvement of the full board in setting our business strategy is a key part of its assessment of management s plans to deal with business risks and determination of what constitutes an appropriate level of risk for the company. While our board has risk oversight responsibility, management is responsible for assessing and managing material risk exposures. Our board s role in the company s risk oversight process includes receiving regular reports from members of senior management on areas of material risk to the company, including operational, financial, legal and regulatory, and strategic and reputational risks. While the full board has the ultimate oversight responsibility for the risk management process, various committees of the board also have responsibility for risk management. For example, financial, legal, IT and general business risks, including internal controls and oversight of management s maintenance of the corporate risk register, are overseen by the audit committee. Risks that may be implicated by our executive compensation programs are overseen by the compensation committee and from time to time by the nomination and corporate governance committee. Upon identification of a risk, the assigned board committee or the full board discuss or review risk management and risk mitigation strategies. Additional review or reporting on enterprise risks is conducted as needed or as requested by the board or committee.

Director Independence

Our board of directors has determined that all members of the board, except Mr. Wertheizer, who is our Chief Executive Officer, are independent pursuant to the NASDAQ listing rules. In making this determination, our board of directors considered transactions and relationships between each director or his immediate family and the company and our subsidiaries, including those reported in the section below captioned, Transactions with Related Parties. The purpose of this review was to determine whether any such relationships or transactions were material and, therefore, inconsistent with a determination that the director is independent. As a result of this review, our board affirmatively determined, based on its understanding of such transactions and relationships, that all of our directors, except Mr. Wertheizer, who is our Chief Executive Officer, are independent under the standards set forth by the NASDAQ listing rules.

Relationships among Directors or Executive Officers

There are no family relationships among any of our directors or executive officers.

Board of Directors Meetings

Our board of directors met five times in meetings or telephonically during 2015 and acted by written consent twice in 2015. All directors attended at least 75% of the meetings of our board of directors. It is the policy of our board that the independent directors shall meet separately with no members of management present in executive sessions on a routine basis, but no less than twice annually, to review and discuss, among other things, the company strategy, performance and management effectiveness.

Board Committees

Our board of directors has an audit, compensation, and nomination and corporate governance committee each of which operates under a charter that has been approved by the board. Current copies of each of the audit, compensation and nomination and corporate governance committee s charters are posted on the corporate governance section of our website, <u>www.ceva-dsp.com</u>.

The primary purpose of the audit committee is to assist the board of directors in fulfilling its responsibility to oversee the accounting and financial reporting processes of CEVA and audits of the financial statements of CEVA. The members of the audit committee are Zvi Limon, Sven-Christer Nilsson and Louis Silver. Mr. Silver serves as the chairman of the audit committee. Mr. Nilsson has been determined as the audit committee financial expert. The audit committee met six times in meetings or telephonically during 2015. All of the members of the audit committee are independent as defined by the NASDAQ listing standards and as defined under the independence requirements of Rule 10A-3 under the Exchange Act.

The primary purposes of the compensation committee are to discharge the responsibilities of the board of directors relating to compensation of CEVA s executive officers, to make recommendations with respect to new incentive compensation and equity-based plans and to make recommendations regarding director compensation and administration of CEVA s equity compensation plans. The members of the compensation committee are Bruce Mann, Louis Silver and Sven-Christer Nilsson. Mr. Mann serves as the chairman of the compensation committee. The compensation committee met four times in meetings or telephonically in 2015. All of the members of the compensation committee are independent as defined by the NASDAQ listing standards.

The primary purpose of the nomination and corporate governance committee is to recommend to the board of directors the persons to be nominated for election as directors at any meeting of stockholders; develop and recommend to the board of directors a set of corporate governance principles applicable to CEVA and to oversee the evaluation of the board of directors and management. The members of the nomination and corporate governance committee are Zvi Limon and Sven-Christer Nilsson. Mr. Nilsson serves as the chairman of the committee. The nomination and corporate governance committee met three times in meetings or telephonically in 2015. All members of the nomination and corporate governance committee are independent, as defined by the NASDAQ listing standards.

Audit Committee

The audit committee s responsibilities include:

appointing, approving the compensation of, and assessing the independence of our independent auditor;

overseeing the work of our independent auditor, including through the receipt and consideration of certain reports from independent auditors;

reviewing and approving non-audit related services performed by the independent auditor;

evaluating the performance of and assessing the qualifications of the independent auditors;

reviewing and discussing with management and the independent auditors our annual and quarterly financial statements and related disclosures;

monitoring our internal control over financial reporting, disclosure controls and procedures and code of business conduct and ethics;

discussing our risk management policies;

establishing policies regarding hiring employees from the independent auditor and procedures for the receipt and retention of accounting related complaints and concerns;

meeting independently with our internal auditing staff, independent auditors and management; and

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preparing the audit committee report required by SEC rules. Audit Committee Financial Expert

Our board of directors has determined that Mr. Nilsson qualifies as an audit committee financial expert, as defined by the applicable rules of the Exchange Act, pursuant to the fact that, among other things, he was the

Chief Executive Officer and President of The Ericsson Group, and in those capacities had acquired the relevant experience and expertise and has the attributes set forth in the applicable rules as being required for an audit committee financial expert. Furthermore, each member of our audit committee has demonstrated that he is capable of (i) understanding generally accepted accounting principles (GAAP) and financial statements, (ii) assessing the general application of GAAP principles in connection with the accounting for estimates, accruals and reserves, (iii) analyzing and evaluating financial statements, (iv) understanding internal controls and procedures for financial reporting, and (v) understanding audit committee functions.

Compensation Committee

The compensation committee s responsibilities include:

determining the compensation of the executive officers, including the Chief Executive Officer;

reviewing and making recommendations to the board with respect to our cash and equity incentive plans;

reviewing and making recommendations to the board with respect to director compensation; and

administering CEVA s equity incentive plans. Nomination and Corporate Governance Committee

The nomination and corporate governance committee s responsibilities include identifying individuals qualified to become board members and recommending to the board the persons to be nominated for election as directors and to each of the board s committees. The committee assists the board in all matters relating to the establishment, implementation and monitoring of policies and processes regarding the recruitment and nomination of candidates to the board and committees of the board, and the development, evaluation and monitoring of our corporate governance processes and principles. The committee also is responsible for developing, implementing and monitoring compliance of our code of business conduct and ethics, and corporate guidelines and making recommendations to the board of revisions to the code and the guidelines from time to time as appropriate.

Director Annual Evaluation

It is important to the company that the board and its committees are performing effectively and in the best interest of the company and its stockholders. The board performs an annual self-assessment, led by the chair of the nomination and corporate governance committee, to evaluate its effectiveness in fulfilling its obligations. As part of this annual self-assessment, directors are able to provide feedback on the performance of other directors. The chair of the nomination and corporate governance committee then follows up on this feedback and takes such further action as he deems appropriate.

Director Candidates

The process to be followed by the nomination and corporate governance committee to identify and evaluate director candidates includes requests to board members and others for recommendations, meetings from time to time to evaluate biographical information and background material relating to potential candidates and interviews of selected candidates by members of the committee and the board.

In considering whether to recommend any particular candidate for inclusion in our board s slate of recommended director nominees, the nomination and corporate governance committee only considers candidates who have demonstrated executive experience, have experience in an applicable industry, or significant high level experience in accounting, legal or an applicable technical field. Other criteria will include the candidate s integrity, business acumen, knowledge of our business and industry, experience, diligence, conflicts of interest

and the ability to act in the interests of all stockholders. The committee will not assign specific weights to particular criteria and no particular criterion is a prerequisite for each prospective nominee. We believe that the backgrounds and qualifications of our directors, considered as a group, should provide a composite mix of experience, knowledge and abilities that will allow the board to fulfill its responsibilities.

The nomination and corporate governance committee has adopted a policy of accepting recommendations from stockholders for consideration as potential director candidates. Stockholders who wish to submit a recommendation for potential director candidate for consideration should follow the procedures set forth under Stockholder Proposals for 2017 annual meeting and Nominations of Persons for Election to the Board of Directors. Assuming that appropriate biographical and background material has been provided on a timely basis, the committee will evaluate stockholder-recommended candidates by following substantially the same process, and applying substantially the same criteria, as it follows for candidates submitted by others. If the board determines to nominate a stockholder-recommended candidate and recommends his or her election, then his or her name will be included in our proxy materials for the next annual meeting.

Stockholders also have the right under our by-laws to directly nominate director candidates, without any action or recommendation on the part of the nomination and corporate governance committee or the board, by following the procedures set forth under Stockholder Proposals for 2017 annual meeting and Nominations of Persons for Election to the Board of Directors.

We have not received a director nominee recommendation from any stockholder (or group of stockholders) that beneficially owns more than five percent of our common stock.

Director Diversity

Our board of directors does not have a formal policy requiring the nomination and corporate governance committee to consider the diversity of directors in its nomination process. Nonetheless, our board values diversity and diversity is one of the factors considered by our nomination and corporate governance committee in the director identification and nomination process. The nomination and corporate governance committee seeks nominees with a broad diversity of experience, professions, education, skills, geographic representation and backgrounds. However, the committee seeks to have a slate of candidates for election that represents a diverse set of views, experiences, and backgrounds.

Communicating with the Independent Directors by Stockholders

The board will give appropriate attention to written communications that are submitted by stockholders, and will respond if and as appropriate. The chairman of the nomination and corporate governance committee, with the assistance of our corporate secretary, is primarily responsible for monitoring communications from stockholders and for providing copies or summaries to the other directors as he considers appropriate.

Communications are forwarded to all directors if they relate to important substantive matters and include suggestions or comments that the chairman of the nomination and corporate governance committee or the corporate secretary considers to be important for the directors to know. In general, communications relating to corporate governance and long-term corporate strategy are more likely to be forwarded than communications relating to ordinary business affairs, personal grievances and matters as to which we tend to receive repetitive or duplicative communications.

Stockholders who wish to send communications on any topic to the board should address such communications to Board of Directors c/o Corporate Secretary, CEVA, Inc., 1174 Castro Street, Suite 210, Mountain View, California 94040.



Code of Business Conduct and Ethics

Our board of directors adopted a code of business conduct and ethics. This code applies to all of our employees and is posted on the corporate governance section of our website at <u>www.ceva-dsp.com</u>. The code satisfies the requirements under the Sarbanes-Oxley Act of 2002, NASDAQ rules applicable to issuers listed on the NASDAQ Market and the Internal Control-Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission (2013 framework). The code, among other things, addresses issues relating to conflicts of interests, including internal reporting of violations and disclosures, and compliance with applicable laws, rules and regulations. The purpose of the code is to deter wrongdoing and to promote, among other things, honest and ethical conduct and to ensure to the greatest possible extent that our business is conducted in a legal and ethical manner. Any waivers to the code with respect to our executive officers and directors may be granted only by the audit committee. Any waivers to the code with respect to the employees may be granted by the corporate compliance officer, which is currently our Chief Financial Officer. Any waivers to the code and any amendments to the code applicable to our Chief Executive Officer, Chief Financial Officer, principal accounting officer, controller or persons performing similar functions, will be posted on our website.

Our audit committee has also established procedures for (a) the receipt, retention and treatment of complaints received by us regarding accounting, internal accounting controls or auditing matters, as well as any other complaints, and (b) the confidential, anonymous submission via a third party vendor by our employees of concerns regarding questionable accounting or auditing matters, as well as any other complaints.

Director Attendance at Stockholder Meetings

We have adopted a guideline providing that, in light of the geographic dispersion of our directors, the directors attendance at the annual meeting of stockholders is encouraged but not required. All directors attended the 2015 annual meeting of stockholders in person.

Transactions with Related Parties

We have entered into indemnification agreements with each of our directors and executive officers. Such agreements require us to indemnify such individuals to the fullest extent permitted by Delaware law. Other than the indemnification agreements, we did not enter into any related party transactions in 2015.

Review, Approval or Ratification of Transactions with Related Persons

We have adopted a written policy regarding related person transactions which is incorporated in the charter of the audit committee. Pursuant to this policy, our audit committee must review and approve any such transactions.

Legal Proceedings

To our knowledge, no material proceedings exist to which any director, officer or affiliate of CEVA, any owner of record or beneficially of more than 5% of any class of voting securities of CEVA, or any associate of any such director, officer, affiliate of CEVA, or security holder is a party adverse to us or any of our subsidiaries or has a material interest adverse to us or any of our subsidiaries.

Section 16(a) Beneficial Ownership Reporting Compliance

Based solely on our review of copies of reports filed by reporting persons pursuant to Section 16(a) of the Exchange Act or written representations from reporting persons that no Form 5 filing was required for such persons, we believe that, during 2015, all filings required to be made by our reporting persons in accordance with the requirements of the Exchange Act were made.

No Supermajority Vote on Approval of Mergers or Other Business Combinations

Our corporate governance documents do not contain a supermajority standard for the approval of a merger or a business combination. Such transactions require the affirmative vote of a majority of the outstanding shares.

Corporate Governance Guidelines

Our board of directors adopted a set of corporate governance guidelines which set forth the practices our board follows with respect to, among other things, the composition of the board and board committees, director responsibilities, director continuing education and performance evaluation of the board. The guidelines are posted on the IR section of our web site at <u>www.ceva-dsp.com</u>.

EXECUTIVE COMPENSATION

Compensation Discussion & Analysis

Overview of Compensation Philosophy and Objectives

We operate in a very competitive, dynamic and challenging industry. The compensation committee, which establishes our compensation policy, seeks to achieve the following three broad goals in connection with our executive compensation program:

enable CEVA to attract and retain qualified executive officers;

create a performance-oriented environment by rewarding executive officers for the achievement of CEVA s business objectives and/or achievement of an individual executive officers particular area of responsibility; and

provide executive officers with equity incentives in CEVA so as to link a portion of an executive officer s compensation with the financial performance of the company as reflected in CEVA s common stock.

We believe that our executive officers compensation should not be based on the short-term performance of our stock, whether favorable or unfavorable, but rather that the price of our stock will, in the long-term, reflect our operating performance and ultimately the management of the company by our executive officers. Our policy for allocating between long-term and currently paid compensation is to ensure adequate base compensation to attract and retain key personnel, while providing incentives to maximize long-term value for our company and our stockholders. We further believe that our executive officers total annual cash compensation should vary with the company s performance and that the higher an executive officer s level of responsibility within the company, the greater the percentage of such executive officer s compensation should be tied to the company s performance. However, notwithstanding the above principles, we rely upon judgment and not upon rigid guidelines or formulas in determining the amount and mix of compensation elements for each executive officer.

The compensation committee, which is comprised solely of independent, non-employee board members, has the authority and responsibility to establish our overall compensation strategy, including reviewing, analyzing and approving the compensation structure for our Chief Executive Officer, our executive and non-executive officers and other key employees each fiscal year; and administer our incentive compensation and benefit plans, 401(k) plan, and equity incentive and purchase plans. The compensation committee regularly updates the board of directors with respect to its undertakings in establishing the company s overall compensation strategy. Messrs. Mann, Nilsson and Silver were the members of the compensation committee in 2015 with Mr. Mann as the chairman.

Executive Compensation Practices at a Glance

What We Do

Pay for Performance under Our Executive Bonus Plans: We link pay to performance and stockholder interests by establishing annual executive bonus plans for our executive officers based solely on financial metrics established in advance by the compensation committee.

Capped Incentives under Our Annual Executive Bonus Plans. Our annual executive bonus plans are capped for our executive officers that are tied to their base salary for the relevant year.

What We Do Not Do

No Single Trigger Severance Payments or Golden Parachute Arrangements: We do not have single trigger severance payments owing solely on account of the occurrence of a change of control event. We do not have any golden parachute arrangements.

No Guaranteed Bonuses: We do not provide guaranteed minimum bonuses or uncapped incentives under our annual executive bonus plan.

Equity Awards Generally Subject to Multi-Year Vesting. All of our past equity award grants to our executive officers are subject to a multi-year vesting schedule.

Thorough Compensation Risk Assessment: Our compensation committee conducts an annual assessment of the company s executive and broad-based compensation programs to ensure prudent risk management.

Compensation Committee Independence and Experience: Our compensation committee is comprised solely of independent directors who have extensive experience.

Independent Compensation Advisor: Our compensation committee has the authority to select and engage its own independent advisor.

Stock Ownership Policy: Our named executive officers and all of our directors are subject to such a policy. *Role of Chief Executive Officer in Compensation Decisions*

No Nonqualified Defined Contribution or Other Deferred Compensation Plan. We do not have any such plans.

No Special Perquisites or Retirement Benefits: We do not provide special perquisites or retirement benefits to our executive officers that are not generally provided to all of our employees.

No Tax Gross-Ups: We do not provide tax gross-ups.

No Hedging or Pledging in Company Securities: Our executive officers and directors are prohibited from engaging in any hedging or pledging transaction with respect to company equity securities without written approval by the compliance officer under our insider trading policy.

No Re-Pricing of Equity Awards: Our equity plans prohibit repricing of equity awards without stockholder approval.

In its annual review of each executive officer s total compensation, the compensation committee takes into consideration the assessment of the performance of each executive officer by Mr. Wertheizer, our Chief Executive Officer (other than his own performance, which is reviewed solely by the compensation committee), their accomplishments, and individual and corporate performance of each such executive officer, including Mr. Wertheizer s recommendation with respect to salary adjustments and annual equity award amounts. Mr. Wertheizer s recommendations are generally approved by the compensation committee.

Role of Compensation Consultants in Compensation Decisions

The charter of the compensation committee authorizes the committee to engage the services of consultants to assist in the determination of our executive officers compensation. Compensia, Inc., a compensation consultant, was engaged to assist in the review of our executive officers compensation for 2015, for which it was paid approximately \$20,000. Compensia provided to the compensation committee an analysis of the relevant market and peer group data, as well as compensation program approaches for consideration in the committee s deliberation of compensation decisions for our executive officers. Compensia s analysis compared each element of total compensation against a peer group of publicly-traded companies. In consideration of Compensia s review, the committee modified the company s peer group to better reflect companies in similar industries or geographies, and with similar financial metrics as us. The compensation committee also approved executive officer compensia is recommendations, and market and peer group data.

Compensation Consultant Independence

To ensure independence, the compensation committee directly engaged Compensia to provide information to assist the committee in determining the total compensation program for its executive officers and Board

members for 2015. Compensia was not engaged by the company or management for any other matters in 2015. After consideration of several factors relating to the independence of Compensia, including those guidelines set forth in the NASDAQ listing standards, the compensation committee determined that Compensia is independent.

2015 Say on Pay Advisory Vote on Executive Compensation

Our stockholders provide an advisory vote annually on executive compensation. At our 2015 annual meeting of stockholders, over 99% of the votes cast in the say on pay advisory vote were FOR approval of our executive compensation.

Principal Elements of Executive Compensation

Compensation of our executive officers consists of three principal components: base salary, annual cash award payable pursuant to a performance-based bonus plan and long-term equity incentive compensation consisting of grants of stock options, stock appreciation rights (SARs) and restricted stock units (RSUs).

Base Salary. The base salaries of our executive officers are reviewed annually and are set by the compensation committee. Base salaries for executive officers, including the Chief Executive Officer, are generally determined on an individual basis by evaluating (i) the executive s scope of responsibility and changes in job responsibility, performance, prior employment experience and salary history; (ii) our financial performance, including changes in our revenues and profits, during the year; (iii) competitive market conditions for executive compensation; and (iv) internal consistency within our salary structure. The base salaries of Messrs. Wertheizer and Arieli are denominated in New Israeli Shekel (NIS) in consideration that both executive officers reside in Israel. Mr. Ohana s base salary is denominated in U.S. dollars, as he resides in the U.S. Based on input from Compensia and after consideration that there were no base salary increases in 2014, the compensation committee approved an increase to the annual base salaries of Messrs. Wertheizer, Arieli and Ohana, effective as of January 1, 2015, to U.S.\$375,000 (translated to approx. 1,462,500 NIS), U.S.\$250,000 (translated to approx. 975,000 NIS) and U.S.\$281,400, respectively.

Annual Cash Award. The compensation committee believes that an annual performance-based cash award component for compensation to supplement base salaries of executive officers provides an important incentive to the achievement of corporate goals.

2015 Executive Bonus Plan

In March 2015, the compensation committee established a 2015 Executive Bonus Plan for Messrs. Wertheizer and Arieli, effective January 1, 2015 to December 31, 2015. The parameters of such plan were determined by the compensation committee, after consultation with the board of directors and Compensia. In consideration of the 2014 say-on-pay voting results, the 2015 Executive Bonus Plan diverged significantly from the 2014 Executive Bonus Plan. The compensation committee believed that the revised 2015 Executive Bonus Plan served as an important retention mechanism for our executive officers and was an effective device to motivate our executive officers to achieve the financial and strategic goals and objectives reflected in our 2015 annual operating plan, which were designed to further the creation of long-term stockholder value.

Parameters of the 2015 Executive Bonus Plan were as follows:

Weighting	Financial Targets	Threshold for Receipt of Bonus	Linear Calculation from 90% to 100% of Target	Linear Calculation from 100% to 110% of Target
75%	2015 total revenue target of \$55.8 million	90% of 2015 total revenue target	If CEVA achieves 95% of the 2015 total revenue target, 95% of the bonus amount, which is subject to a 75% weighting, would be payable	For both financial targets, if actual result exceeds 100% of the target, every 1% increase of the target, up to 110%, would result in an increase of
25%	Annual non-GAAP fully diluted EPS target of \$0.35 per	100% of annual non-GAAP fully-diluted EPS target	N/A	3.5% for
	share			Mr. Wertheizer and an increase of 2.5% for Mr. Arieli. For example, if CEVA achieves 105% of the 2015 total revenue target, 117.5% of the bonus amount payable upon achievement of such target would be payable to
Both financ	ial goals were based on the compa	ny s internal 2015 budget appro	ved by the board.	Mr. Wertheizer and 112.5% to Mr. Arieli

Under the 2015 Executive Bonus Plan, the target annual cash incentive award opportunities for each of Messrs. Wertheizer and Arieli were established as a percentage of each such executive officer s base salary for 2015. The target and maximum award opportunities for Messrs. Wertheizer and Arieli for 2015 were as follows:

Named Executive Officer	Target Award (as a percentage of base salary)	Maximum Award (as a percentage of base salary)
Nameu Executive Officer	(as a percentage of base salary)	(as a percentage of base salary)
Gideon Wertheizer	70%	105%
Yaniv Arieli	50%	75%
2015 Executive Bonus Plan Payments		

For fiscal year 2015, the company achieved annual revenues of \$59.5 million and fully diluted non-GAAP EPS of \$0.53 per share. As a result of those financial achievements, in February 2016, the compensation committee approved a payment of 1,405,000 NIS (approximately \$360,000 based on the currency exchange rate on the date of approval of the bonus) to Mr. Wertheizer and 669,000 NIS (approximately \$172,000 based on the currency exchange rate on the date of approval of the bonus) to Mr. Arieli pursuant to the terms of the 2015 Executive Bonus Plan.

2016 Executive Bonus Plan

On February 2, 2016, the compensation committee established a 2016 Executive Bonus Plan for Messrs. Wertheizer and Arieli, effective January 1, 2016 to December 31, 2016. The committee believes that the 2016 Executive Bonus Plan is an important part of maintaining the overall competitiveness of the Company s executive compensation program. In light of the significant changes made in 2015 to the bonus program and the belief that the 2015 Executive Bonus Plan was effective in aligning the motivation of the company s executive

officers to achieve the company s financial and strategic goals and objectives, the compensation committee determined to establish the 2016 Executive Bonus Plan with similar parameters as the 2015 Executive Bonus Plan, which are as follows:

100% of the 2016 Executive Bonus Plan is based upon the company s achievement of financial performance targets, consisting of a 2016 total revenues target and an annual non-GAAP fully diluted EPS target.

The bonus payable to Messrs. Wertheizer and Arieli is subject to two financial thresholds such that if the company fails to meet the financial thresholds in 2015, all or a portion of the bonus would not be payable.

The bonus payable to Messrs. Wertheizer and Arieli is subject to target and maximum award opportunities to further incentivize our executive officers.

Parameters of the 2016 Executive Plan are as follows:

		Threshold for		
Weighting	Financial Targets	Receipt of Bonus	Linear Calculation from 90% to 100% of Target	Linear Calculation from 100% to 110% of Target
50%	2016 total revenue target	90% of 2016 total revenue target	If the Company achieves 95% of the 2016 total revenue target, 95% of the bonus amount, which is subject to a 50% weighting, would be payable	For both financial targets, if actual result exceeds 100% of the target, every 1% increase of the target, up to 110%, would result in an increase of 3.5% for
50%	Annual non-GAAP fully diluted EPS target	100% of annual non-GAAP fully-diluted EPS target	N/A	Mr. Wertheizer and an increase of 2.5% for Mr. Arieli. For example, if the Company achieves 105% of the 2016 total revenue target, 117.5% of the bonus amount payable upon achievement of such target would be payable to
				Mr. Wertheizer and 112.5% to Mr. Arieli

Both financial goals are based on the company s internal 2016 budget approved by the Board.

Under the 2016 Executive Plan, the target annual cash incentive award opportunities for each of Messrs. Wertheizer and Arieli are established as a percentage of each such executive officer s base salary for 2016. The target and maximum award opportunities for Messrs. Wertheizer and Arieli for 2016 are as follows:

Named Executive	Target Award	Maximum Award
Officer	(as a percentage of base salary)	(as a percentage of base salary)
Gideon Wertheizer	70%	105%
Yaniv Arieli	50%	75%
	n 2017. Donusos would be notd in each in a singl	- 1

Payment of bonuses (if any) would be made in 2017. Bonuses would be paid in cash in a single lump sum, subject to payroll taxes and tax withholdings.

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Due to their strategic significance, CEVA believes that the disclosure of the 2016 total revenue target and the non-GAAP fully diluted EPS target under the 2016 Executive Bonus Plan would cause future competitive harm to CEVA and therefore are not disclosed.

Long-Term Incentive Compensation. Stock options, SARs and restricted stock units are generally an element of the compensation packages for our executive officers. The compensation committee recognizes that stock options, SARs and restricted stock units provide an incentive for our executive officers to maximize stockholder value because such equity awards are rewards for our executive officers only to the extent that our stockholders also benefit. The compensation committee further believes that it is to our advantage to increase our executive officers interest in our future performance, as these employees share the primary responsibility for CEVA s management and growth. In 2015, we provided long-term awards to our executive officers through the grant of restricted stock units.

Compensation of Chief Executive Officer. The determination by the compensation committee of the remuneration of Mr. Wertheizer in 2015 generally was based upon methods consistent with those used for our other executive officers. The compensation committee believes that the salary and long-term incentive compensation paid to Mr. Wertheizer in 2015 were appropriate based on our compensation policy.

Compensation of Executive Vice President, Worldwide Sales. The annual cash compensation payable to Mr. Ohana is comprised of base salary, as determined in accordance with the criteria discussed above for all executive officers, and commission-based cash bonus payable quarterly based on the criteria discussed below.

The process for setting the annual revenue target for Mr. Ohana s incentive plan begins with a discussion by our Chief Executive Officer and Chief Financial Officer of the strategic and operating plans for the relevant fiscal year. Our compensation committee reviews such objectives and subject to any further adjustments, approves them. The annual revenue target set for Mr. Ohana s incentive plan generally requires significant effort by Mr. Ohana to achieve. For 2015, Mr. Ohana s commission-based cash bonus was based on a formula using a 2015 annual revenue target of \$57.8 million multiplied by a specified commission rate. A commission multiplier of 1.0 was applied to the commission rate based on 0% to 100% achievement of the 2015 annual revenue target. A commission multiplier of 1.5 was applied to the commission rate based on the achievement of the 2015 annual revenue target beyond 100%. In addition, Mr. Ohana was eligible to receive an additional quarterly bonus of \$5,000 each if specified quarterly revenue targets based on the 2015 annual revenue target were achieved. The specified quarterly revenue targets for 2015: \$14,000,000; (ii) second quarter of 2015: \$14,000,000; (iii) third quarter of 2015: \$14,550,000; and (iv) fourth quarter of 2015: \$15,250,000. Furthermore, Mr. Ohana was eligible to receive an additional bonus of \$5,000 each time he successfully executed a license agreement with a specified strategic customer that exceeded \$1 million, not including prepaid royalties. The 2015 strategic account bonus was capped at \$20,000 if we failed to achieve the 2015 annual revenue target but Mr. Ohana would not be subject to any cap if the 2015 annual revenue target was achieved. Mr. Ohana s bonus based on the achievement of the 2015 annual revenue target was capped at \$140,000. The commission-based bonus was payable quarterly based on the criteria discussed above and is subject to payroll taxes and tax withholdings.

For 2015, Mr. Ohana s aggregate commission-based cash bonus was \$181,200, comprised of \$146,200 based on achievement of the 2015 annual revenue target, \$10,000 based on the achievement of the 2015 quarterly revenue targets and \$25,000 for execution of license agreements with strategic customers. Due to their strategic significance, the company believes that the disclosure of the commission rate and specified strategic customer accounts under Mr. Ohana s 2015 incentive plan would cause future competitive harm to the company and are therefore not disclosed.

2016 Incentive Bonus Plan for EVP, Worldwide Sales

In February 2016, the compensation committee approved a 2016 incentive plan for Mr. Ohana, effective from January 1, 2016 to December 31, 2016. In accordance with Mr. Ohana s 2016 incentive plan, which is

substantially similar to Mr. Ohana s 2015 incentive plan, his bonus is based on a formula using a specified 2016 annual revenue target multiplied by a specified commission rate. A commission multiplier of 1.0 is applied to the commission rate based on 0% to 100% achievement of the 2016 annual revenue target. A commission multiplier of 1.5 is applied to the commission rate based on the achievement of the 2016 annual revenue target beyond 100%. Mr. Ohana s bonus based on the achievement of the 2016 annual revenue target is capped at \$145,000. In addition, Mr. Ohana is eligible to receive an additional quarterly bonus of \$5,000 each if specified quarterly revenue targets based on the 2016 annual revenue target are achieved. Furthermore, Mr. Ohana is eligible to receive an additional bonus of \$5,000 each time he successfully executes a license agreement with a specified strategic customer that exceeds one million dollars (not including prepaid royalties). The 2016 strategic account bonus is capped at \$20,000 if the Company fails to achieve the 2016 annual revenue target but Mr. Ohana would not be subject to any cap if the 2016 annual revenue target is achieved. The commission-based bonus is payable quarterly based on the criteria discussed above and is subject to payroll taxes and tax withholdings.

Due to their strategic significance, we believe that the disclosure of the 2016 annual revenue target, quarterly revenue targets, commission rate and information relating to the strategic customer accounts under Mr. Ohana s 2016 incentive plan would cause future competitive harm to the company and therefore are not disclosed.

Equity Incentive Programs

We intend that our stock award program is the primary vehicle for offering long-term incentives and rewarding our executive officers and key employees. We also regard our stock award program as a key retention tool. In order to promote a longer term management focus and to provide an incentive for continued employment with us, stock options and SARs generally become exercisable over a four-year period, with the exercise price being equal to the fair market value of our common stock on the date of grant. Restricted stock unit awards generally become exercisable over a three-year period. The size of the equity award made to each executive officer is based upon the following factors:

an evaluation of the executive officer s past performance;

the total compensation being paid to the executive officer;

the anticipated value of the executive officer s contribution to our future performance;

the executive officer s scope of responsibility;

the executive officer s current position with us;

the number of options, SARs and restricted stock units awarded to the executive officer during previous fiscal years and the vesting status of such awards;

comparability with equity awards made to our other executive officers; and

comparability with equity awards of similarly situated executive officers at peer companies. *Stock Option Awards Granted.* No stock options were granted to our executive officers in 2015.

Stock Appreciation Right Awards Granted. No stock appreciation rights were granted to our executive officers in 2015.

Restricted Stock Unit Awards Granted. In consideration of industry trend towards restricted stock unit awards, each of our executive officers were granted restricted stock units in 2015. The restricted stock units vest 1/3 on the first year anniversary of the grant date with the remaining restricted stock units vesting 1/3 annually thereafter.

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Timing of Grants. Equity incentive awards to our executive officers and other key employees are typically granted annually in conjunction with the review of the individual performance of our executive officers. Equity

incentive awards are not necessarily granted to each executive officer during each year. Grants of equity incentive awards to newly hired executive officers who are eligible to receive them generally are made at the next regularly scheduled compensation committee meeting following their hire date.

Stock Ownership Guidelines for Executive Officers

In February 2016, the board adopted a set of stock ownership guidelines for our named executive officers so as to align this group s interests with those of our stockholders. Pursuant to the guidelines, the named executive officers of the company, currently the Chief Executive Officer, the Chief Financial Officer and the Executive Vice President, Worldwide Sales, are required to own (personally and collectively with members of the executive officer s immediate family or with family trusts) by February 2, 2021, an amount of common stock valued at its fair market value equal to at least two times the 2016 annual base salary for the Chief Executive officer or at least one time the 2016 annual base salary for each of the Chief Financial Officer and the Executive Vice President, Worldwide Sales. For purposes of this ownership guideline, vested in-the-money equity awards and common stock acquired pursuant to the company s employee stock purchase plan are included in the minimum ownership calculation.

Anti-Pledge/Hedging Policy

Pursuant to the company s insider trading policy, executive officers of the company are prohibited from engaging in short-term or speculative securities transactions with respect to the our common stock, such as short sales, puts, calls and other exchange-traded derivatives, without prior consent of our compliance officer. Executive officers must also advise and discuss with our compliance officer the purchase of our securities on margin or holding our securities in a margin account or the pledging of our securities prior to engaging in such transactions. No executive officer has been approved for any transaction described in this paragraph, and we currently do not have any executive officers or directors with pledged company shares.

Retirement Benefits and Perquisites

We generally do not offer any retirement benefits to our executive officers located in Israel, except to the extent certain social benefits required pursuant to Israeli labor laws or are common practice in Israel, and such social benefits are applicable to all Israeli employees. Specifically, based on Israeli labor laws, an Israeli employee is entitled to severance pay upon termination of employment for any reason, including retirement, based on the most recent monthly salary of such employee multiplied by the number of years of employment of such employee. We make a payment of 8.333% of each employee s monthly base salary to an insurance or pension fund to pay for this future liability payable to our employees upon termination of their employment. In addition, we make a payment of 5% of each employee s monthly base salary to another insurance or pension fund, and this accrued amount may be withdrawn by the employee only upon retirement. We generally provide all of our Israeli employees with a car for business-related purposes and pay the associated expenses (excluding personal taxes on such benefit). Also, as is customary in Israel applicable to all Israeli employee s study and training purposes. The amounts of the above referenced benefits contributed by us to each of Messrs. Wertheizer and Arieli in 2015 are specified in the 2015 All Other Compensation Table of this proxy statement.

In addition, we provide our U.S. employees, including Issachar Ohana, our only U.S.-based executive officer, with participation in our 401(k) plan. We provided a 100% match to any contribution made by participants to the 401(k) plan in 2015, subject to a maximum of 6% of the participant s compensation and specified IRS limits. The matching amount contributed by us to Mr. Ohana is shown in the 2015 All Other Compensation Table of this proxy statement.

Employment Agreements and Post-Termination Protection

The compensation committee also recognizes that, from time to time, it is appropriate to enter into agreements with certain key employees to ensure that we continue to retain their services and to promote stability

and continuity within our company. We have entered into employment agreements with our executive officers. The varied terms of their employment agreements reflect the importance of retaining their services and their potential contributions to the attainment of our long-term goals. None of the employment agreements with our executive officers provide for tax gross ups and none includes any single trigger change-in-control provisions.

Financial Restatements

The compensation committee has not adopted a policy with respect to whether we will make retroactive adjustments to any cash- or equity-based incentive compensation paid to executive officers (or others) where the payment was predicated upon the achievement of financial results that were subsequently the subject of a restatement. Our compensation committee believes that this issue is best addressed when the need actually arises, when all of the facts regarding the restatement are known.

Tax and Accounting Treatment of Compensation

Section 162(m) of the Internal Revenue Code of 1986, as amended, generally disallows a tax deduction to public companies for compensation over \$1 million paid to its Chief Executive Officer and its four other most highly compensated executive officers resident in the U.S. Certain compensation, including qualified performance-based compensation, is not subject to the deduction limitation if certain requirements are met. In particular, income recognized upon the exercise of a stock option is not subject to the deduction limitation, if, among other things, the option was issued under a plan approved by the stockholders and such plan provides a limit on the number of shares that may be issued under the plan to any individual. Our 2011 Stock Incentive Plan are structured so that any compensation deemed paid to an executive officer in connection with the exercise of option grants made under those plans will qualify as performance-based compensation payments that do not comply with the exemptions in Section 162(m) of the Internal Revenue Code when the committee believes that such payments are appropriate and in the best interests of our stockholders, after taking into account changing business conditions or the executive officer 's performance. In addition, the compensation committee cannot ensure that compensation intended to qualify for deductibility under Section 162(m) will in fact be deductible because: (1) a number of requirements must be satisfied in order for the compensation to qualify; and (2) uncertainties as to the application and interpretation surrounding this section currently exist. Section 162(m) is applicable only to Mr. Ohana as Messrs. Wertheizer and Arieli do not reside in the U.S.

Compensation Policies and Practices and Risk Management

Our compensation committee considers potential risks when reviewing and approving the compensation programs for our executive officers and other employees. We have designed our compensation programs, including our incentive compensation plans, with specific features to address potential risks while rewarding employees for achieving long-term financial and strategic objectives through prudent business judgment and appropriate risk taking. The following elements have been incorporated in our programs available for our executive officers:

A Balanced Mix of Compensation Components The target compensation mix for our executive officers is composed of base salary, annual cash bonus incentives and long-term equity awards.

Financial Performance Factors Our annual cash bonus plan for 2015 uses companywide financial metrics based on the company s internal budget approved by the board to focus our executive officers on the achievement of objectives for the overall benefit of the company.

Capped Cash Incentive Awards Annual cash bonus incentive awards for 2015 are capped at 70% of target and 105% of maximum bonus opportunity for our chief executive officer and 50% and 75%, respectively, for our chief financial officer.

Multi-Year Vesting Equity awards vest over multiple years requiring long-term commitment on the part of employees.

Stock Ownership Policy Our named executive officers are subject to such a policy.

Competitive Positioning The compensation committee has compared our executive compensation to our peers to ensure our compensation program is consistent with industry practice.

Corporate Governance Programs We have implemented corporate governance guidelines, a code of conduct and other corporate governance measures and internal controls.

Compensation Committee Report

The compensation committee has reviewed and discussed the Compensation Discussion and Analysis set forth above with our management. Based on its review and discussions, the committee recommended to our board of directors that the Compensation Discussion and Analysis be included in this proxy statement.

Submitted by the Compensation Committee of the Board of Directors of CEVA, Inc.:

Bruce Mann (Chair)

Sven-Christer Nilsson

Louis Silver

2015 Summary Compensation

The following table sets forth the total compensation awarded to, earned by or paid to our principal executive officer, principal financial officer and the only other executive officer whose total compensation in fiscal year 2015 exceeded \$100,000 for the periods presented below. We refer to these executive officers as our named executive officers.

Name and Principal				Stock	Option	Non-Equity Incentive Plan	Change in Pension Value and Nonqualified Deferred Compensatio		
Position	Year	Salary (\$) (1)	Bonus (\$)	Awards (\$)	Awards (\$)(2)	Compensation (\$)(1)(3)	n Earnings (\$)	Compensation (\$)(4)	Total (\$)
Gideon Wertheizer Chief Executive	2015 2014	375,528 339,625	2011120 (4)	(*)	212,148 298,530	360,000 236,028	,	116,916 109,982	1,064,592 984,165
Officer	2013	327,195			438,144	227,450		111,819	1,104,608
Yaniv Arieli Chief Financial Officer	2015 2014 2013	250,188 225,194 215,304			99,480 149,265 219,185	172,000 103,964 100,186		88,838 84,233 83,917	610,506 562,656 618,592
Issachar Ohana Executive Vice	2015 2014 2013	281,400 268,000 263,000			99,220 148,549 217,283			227,393(5) 199,161(5) 167,546(5)	608,013 615,710 647,829

President, Worldwide Sales

- (1) Messrs. Wertheizer s and Arieli s 2015, 2014 and 2013 base salaries and annual cash awards made pursuant to our 2015, 2014 and 2013 Executive Bonus Plans were denominated in New Israeli Shekel (NIS). The NIS amounts were translated into the U.S. dollar at the exchange rate of NIS into the U.S. dollars at the time of payment or accrual. The base salaries of Messrs. Wertheizer and Arieli were NIS 96,900 and NIS 64,000, respectively, on a monthly basis, from January 1, 2013 to June 30, 2013, NIS 100,800 and NIS 66,600, respectively, on a monthly basis, from July 1, 2013 to December 31, 2014 and U.S. \$375,000 and U.S. \$250,000, respectively, on an annual basis translated into NIS, effective January 1, 2015. Mr. Ohana s annual base salary was increased to U.S. \$268,000 effective July 1, 2013 and further increased to U.S. \$281,400 effective January 1, 2015.
- (2) The amounts shown in this column do not reflect compensation actually received by the named executive officer. Instead, the amounts represent the aggregate grant date fair value of the awards based on FASB ASC No. 718, Stock Compensation (FASB ASC No. 718).
- (3) The amounts set forth relate to annual cash awards made pursuant to our 2015, 2014 and 2013 Executive Bonus Plans. For more information, see the discussion in the CD&A under the caption Annual Cash Award.
- (4) See the table captioned 2015 All Other Compensation below for greater detail.
- (5) The amounts set forth for Mr. Ohana includes commission-based cash bonus award made pursuant to Mr. Ohana s 2015, 2014 and 2013 Incentive Plans. For more information, see the discussion in the CD&A under the caption Compensation of Executive Vice President, Worldwide Sales.

2015 All Other Compensation

The following table sets forth all other compensation awarded to, earned by or paid to each of our named executive officers during fiscal year 2015. The NIS amounts relating to the 2015 all other compensation for Messrs. Wertheizer and Arieli are translated into the U.S. dollar at the exchange rate of NIS into the U.S. dollars at the time of payment or accrual.

	Perquisites and					Company			
	Other Personal Benefits	Car Allowance	Sales Commission	Israeli Social Benefits	Health Insurance Benefits	Contributions to 401(k) Plan	Study Fund	Israeli Social Insurance	
Name	(\$)(1)	(\$)(2)	(\$)(3)	(\$)(4)	(\$)(5)	(\$)(6)	(\$)(7)	(\$)(8)	Total (\$)
Gideon Wertheizer	2,030	23,052		54,573			28,231	9,030	116,916
Yaniv Arieli	1,838	21,453		37,709			18,812	9,026	88,838
Issachar Ohana			181,175		30,373	15,846			227,393

- (1) See the table captioned 2015 Perquisites below for greater detail.
- (2) As is customary in Israel applicable generally to all Israeli employees, we provide a car allowance for expenses relating to the use and maintenance of the car (excluding personal taxes on such benefit).
- (3) Relates to commission-based cash bonus award made pursuant to Mr. Ohana s 2015 Incentive Plan.
- (4) Based on Israeli labor laws, an Israeli employee is entitled to severance pay upon termination of employment for any reason, including retirement, based on the most recent monthly base salary (per specific criteria) of such employee multiplied by the number of years of employment of such employee. We make a payment of 8.333% of each employee s monthly base salary to an insurance or pension fund to pay for this future liability payable to our employees upon termination of their employment, taking into account the amounts already deposited in the insurance or pension fund. In addition, we make a payment of 5% of each employee s monthly base salary to another insurance or pension fund, and this accrued amount may be withdrawn by the employee only upon retirement. The amounts represent the above referenced contributions, as well as other Israeli social benefit-related contributions, we made on behalf of each of Messrs. Wertheizer and Arieli.
- (5) Represents the value of the health insurance benefits provided to Mr. Ohana and his family, including general health PPO program, vision, dental, disability and life insurance. Similar health insurance benefits generally are provided to all of our U.S.-based employees.
- (6) We provided our U.S. employees, including Mr. Ohana, our only U.S.-based executive officer, with a 100% match to any contribution made by the participants in our 401(k) plan in 2015, subject to a maximum of 6% of the participant s compensation and specified IRS limits. This amount represents the matching amount contributed by us to Mr. Ohana s 401(k) account.
- (7) As is customary in Israel applicable to all Israeli employees, we provide our Israeli employees with a certain amount of monthly contributions (7.5% of their base salary) for an employee s study and training purposes, which amounts contributed by us to Messrs. Wertheizer and Arieli in 2015 are as specified.
- (8) Based on Israeli labor laws, the Israeli Social Security Institute is entitled to monthly tax payments with an annual cap of \$9,030 per employee paid by us for Messrs. Wertheizer and Arieli in 2015.

2015 Perquisites

The following table sets forth the perquisites provided to each of our named executive officers during fiscal year 2015.

	Meal	Total Perquisites and
	Expenses	Other Personal Benefits
Name	(\$)	(\$)
Gideon Wertheizer	2,030	2,030
Yaniv Arieli	1,838	1,838

(1) Represents amounts for reimbursement of meal expenses incurred by each of Messrs. Wertheizer and Arieli for work-related purposes. **2015 Grants of Plan Based Awards**

The following table sets forth the equity awards granted to Messrs. Wertheizer, Arieli and Ohana in fiscal year 2015.

									All				
									Other				
									Stock				
									Awards:				
		Estima	ated Fu	ture Pay	y Gestsirbla	tde rFu	ture Pa	youts	Number				
				-	ive Plan			-	of	All			
			A	wards		Pla	n Awar	ds	shares	Other			
		Number							of	Option			
		of							our	• • •	•		
									common				
		Non-Equity	y						stock	Number	Base	Closing	
		Incentive							of	of	Price	Price	Grant Date
		Plan							Stock	Securities	of	on	Fair Value of
		Units							or	Underlying	Option	Grant	Stock and Option
G	Frant Approval	Granted	resholđ	argeMa	axim Th	reshold	F arge M	aximu	mUnits	Options	Awards	Date	Awards
Name I	Date Date	(#)	(\$)	(\$)		(#)	(#)	(#)	(#)	(#) (1)	(\$/Sh)	(\$/Sh)	(2)
Gideon Wertheizer 5/2	20/2015 5/20/2015				×	Ì.	Ì.	, í	Ň	27,000		\$ 19.83	\$ 535,410
Yaniv Arieli 5/2	20/2015 5/20/2015									11,700		\$ 19.83	\$ 232,011
Issachar Ohana 5/2	20/2015 5/20/2015									11,700		\$ 19.83	\$ 232,011

(1) Represents the grant of restricted stock units pursuant to our 2011 Stock Incentive Plan. The restricted stock units vest 1/3 on the first year anniversary of the grant date with the remaining restricted stock units vesting 1/3 annually thereafter.

(2) Represents the aggregate grant date fair value of the awards based on FASB ASC No. 718, Stock Compensation (FASB ASC No. 718) but disregarding adjustments for forfeiture assumptions. For a discussion of valuation assumptions under FASB ASC No. 718, see Note 1 to our 2015 Consolidated Financial Statements included in our 2015 Annual Report on Form 10-K.

Outstanding Equity Awards at Fiscal Year-End 2015

The following table sets forth information concerning unexercised stock options, stock appreciation rights and restricted stock units held by each of our named executive officers as of December 31, 2015. The calculations are based on our closing stock price as of December 31, 2015 (the last trading day of fiscal 2015).

	Number of Securities Underlying Unexercised Options (#) Exercisable	Number of Securities Underlying Unexercised Options (#) Unexercisable	Dption Awards Equity Incentive Plan Awards: Number of Securities Underlying Unexercised Unearned Options (#)	Option / SAR s Exercise Price (\$)	Option / SAR s Expiration Date	Number of Shares or Units of Stock That Have Not Vested (#)	Stock Aw Market Value of Shares or Units of Stock That Have Not Vested (\$)	equity Equity Incentive Plan Awards: Number of Unearned Shares, Units or Other Rights That Have Not Vested (#)	Equity Incentive Plan Awards: Market or Payout Value of Unearned Shares, 5 Units or Other Rights That Have Not Vested (\$)
Gideon Wertheizer	60,000 2,500 2,916	8,750 26,251		\$ 24.17(1) \$ 15.54(3) \$ 16.20(3)	1/31/2018 7/31/2019 6/11/2020	27,000(4)	\$ 630,720		
Yaniv Arieli	25,000 30,000 25,625 21,874	4,375 13,126		\$ 8.03(2) \$ 24.17(1) \$ 15.54(3) \$ 16.20(3)	6/1/2016 1/31/2018 7/31/2019 6/11/2020	11,700(4)	\$ 273.312		
Issachar Ohana	30,000 25,625 21,874	4,375 13,126		\$ 24.17(1) \$ 15.54(3) \$ 16.20(3)	1/31/2018 7/31/2019 6/11/2020	11,700(4)	\$ 273,312		

(1) The options were granted pursuant to our 2002 Stock Incentive Plan.

(2) The options were granted pursuant to our 2000 Stock Incentive Plan.

(3) The stock appreciate rights were granted pursuant to our 2011 Stock Incentive Plan.

(4) The restricted stock units were granted pursuant to our 2011 Stock Incentive Plan.

(5) All stock options, stock appreciation rights and restricted stock units were granted at fair market value on the grant date as reported on NASDAQ.

2015 Option Exercises and Stock Vested

The following table sets forth information for each of the named executive officers with respect to the exercise of stock options and stock appreciation rights to purchase shares of our common stock during 2015. There were no stock awards vested in 2015.

Option Awards (1)				
	Value			
Number of	Realized			
Shares	Kealizeu			
Acquired on	on			
Exercise	Exercise			
(#)	(\$)			

Gideon Wertheizer	90,697	1,464,344
Yaniv Arieli	83,500	920,138
Issachar Ohana	53,014	607,945

(1) Reflects exercise of stock appreciation rights granted pursuant to our 2011 Stock Incentive Plan and stock options granted pursuant to our 2000 Stock Incentive Plan. With respect to stock appreciation rights, the value realized on exercise represents the difference between the base price of the stock appreciation right and the fair market value of our common stock on the date of exercise. With respect to stock options, the value realized on exercise represents the difference between the exercise price of the stock option and the fair market value of our common stock on the date of exercise.

Nonqualified Deferred Compensation

We do not provide any nonqualified defined contribution or other deferred compensation plans to our Named Executive officers.

Employment Agreements

On November 1, 2002, we entered into employment agreements, as amended, with Messrs. Wertheizer and Ohana. Although each employment agreement is for an indefinite term, the employment of each of Messrs. Wertheizer and Ohana will be terminable at any time by us, other than for cause, upon the determination of our board of directors with not less than 30 days notice or by the individual with notice of not less than nine months in the case of Mr. Wertheizer and six months in the case of Mr. Ohana. If our board of directors determines that a termination of employment is based on the failure by either Messrs. Wertheizer or Ohana, as applicable, to perform his reasonably assigned duties, we are required to give notice or a cure period of not less than nine months in the case of Mr. Wertheizer and six months in the case of Mr. Ohana prior to termination. In the event of termination of employment (i) by us without cause, (ii) by either of Messrs. Wertheizer or Ohana for good reason (provided he gives notice to us and provides us with a cure period to correct the basis for the good reason termination), or (iii) by us or an acquiring or succeeding corporation after a change in control of our company, other than for cause, within 12 months after the change in control event, then either of Messrs. Wertheizer or Ohana, as applicable, would be entitled to the compensation, including medical and, to the extent applicable, pension benefits, to which he would otherwise have been entitled had he remained employed by us for two years, and his options will vest in full; provided, that the provision of any such benefits is contingent upon the execution by either of Messrs. Wertheizer or Ohana, as applicable, a release in a form reasonably acceptable to us. If either of Messrs. Wertheizer or Ohana terminates his employment with us without good reason but after the provision of prior notice in accordance with the notice period requirements, irrespective of the date of the termination of actual employment, he would be entitled to compensation and benefits through the end of the notice period which is nine months in the case of Mr. Wertheizer and six months in the case of Mr. Ohana. If the employment of either of Messrs. Wertheizer or Ohana is terminated by death, his options will vest in full.

On August 18, 2005, we entered into an employment agreement with Mr. Arieli. Upon the termination of his employment, Mr. Arieli will be entitled to severance benefits in accordance with the laws of the State of Israel. The employment agreement was effective as of August 1, 2005 and shall continue in effect until terminated in accordance with its terms. The employment of Mr. Arieli may be terminable at any time by either party and for any reason with six months prior written notice. If we terminate Mr. Arieli s employment without providing the requisite notice period, Mr. Arieli will be entitled to an amount equal to six months of his then applicable monthly base salary. In May 2007, to provide consistency with the employment agreements of Messrs. Wertheizer and Ohana, our board of directors determined that if Mr. Arieli resigns for good reason or if the company, or an acquiring or succeeding corporation after a change in control of our company, terminates him, other than for cause, within 12 months after the change in control event, then Mr. Arieli s then outstanding options would vest in full. In November 2013, to provide further consistency with the employment agreements of Messrs. Wertheizer and Ohana, our board of directors determined that if Mr. Arieli resigns for good reason or if the company, or an acquiring or succeeding corporation after a change in control of our company, terminates him, other than for cause, within 12 months after the change in control event, then Mr. Arieli s then outstanding options would vest in full. In November 2013, to provide further consistency with the employment agreements of Messrs. Wertheizer and Ohana, our board of directors determined that if Mr. Arieli resigns for good reason or if the company, or an acquiring or succeeding corporation after a change in control of our company, terminates him, other than for cause, within 12 months after the change in control event, then he would be entitled to the compensation, including medical and, to the extent applicable, pension b

Potential Payments Upon Termination or Change of Control

The following table sets forth the amount of compensation to each of Messrs. Wertheizer, Ohana and Arieli in the event termination of such executive officer s employment or a change in control of our company occurred as of December 31, 2015. The calculations for Messrs. Wertheizer and Arieli are based on the exchange rate of NIS into the U.S. dollars at December 31, 2015.

Name: Gideon Wertheizer	Termination for Cause	Voluntary Termination by Employee After Provision of Requisite Notice	Termination by Company After Provision of Requisite Notice	Termination upon Death of Employee	Termination w/o Cause or for Good Reason	Termination w/o Cause or for Good Reason within 12 months of Change in Control
Base Salary		\$ 281,106	\$ 749,616		\$ 749,616	\$ 749,616
Vested/Unvested shares of our common stock options and stock						
appreciation rights (1)			\$ 887,102	\$ 887,102	\$ 887,102	\$ 887,102
Study fund		\$ 21,083	\$ 56,221		\$ 56,221	\$ 56,221
Israeli Social Benefits		\$ 40,447	\$ 107,858		\$ 107,858	\$ 107,858
Accrued Vacation Pay	\$ 619,143	\$ 619,143	\$ 619,143	\$ 619,143	\$ 619,143	\$ 619,143
Total	\$ 619,143	\$ 961,779	\$ 2,419,940	\$ 1,506,245	\$ 2,419,940	\$ 2,419,940

(1) The value realized is based on the difference between the exercise price of the stock options or the base price of the stock appreciation rights and the closing price of our common stock on December 31, 2015 (the last trading day of fiscal 2015).

Name: Issachar Ohana	Termination for Cause	Voluntary Termination by Employee After Provision of Requisite Notice	Termination by Company After Provision of Requisite Notice	Termination upon Death of Employee	Termination w/o Cause or for Good Reason	Termination w/o Cause or for Good Reason within 12 months of Change in Control
Base Salary		\$ 140,700	\$ 562,800		\$ 562,800	\$ 562,800
Vested/Unvested shares of our common stock options and stock						
appreciation rights (1)			\$ 401,507	\$ 401,507	\$ 401,507	\$ 401,507
Health Care		\$ 15,187	\$ 60,746		\$ 60,746	\$ 60,746
Accrued Vacation Pay	\$ 131,067	\$ 131,067	\$ 131,067	\$ 131,067	\$ 131,067	\$ 131,067
Total	\$ 131,067	\$ 286,954	\$ 1,156,120	\$ 532,574	\$ 1,156,120	\$ 1,156,120

(1) The value realized is based on the difference between the exercise price of the stock options or the base price of the stock appreciation rights and the closing price of our common stock on December 31, 2015 (the last trading day of fiscal 2015).

Name: Yaniv Arieli	 mination • Cause	Te by Pr	oluntary rmination Employee After ovision of Requisite Notice	by P	ermination Company After rovision of Requisite Notice	u	ermination pon Death of Employee	w/	ermination ⁄o Cause or Good Reason	w Re 12	ermination /o Cause or for Good ason within & months of Change in Control
Base Salary		\$	124,936	\$	499,744			\$	499,744	\$	499,744
Vested/Unvested shares of our common stock options and stock											
appreciation rights (1)				\$	401,507	\$	401,507	\$	401,507	\$	401,507
Study fund		\$	9,370	\$	37,481			\$	37,481	\$	37,481
Israeli Social Benefits		\$	17,888	\$	71,552			\$	71,552	\$	71,552
Accrued Vacation Pay	\$ 142,552	\$	142,552	\$	142,552	\$	142,552	\$	142,552	\$	142,552
Total	\$ 142,552	\$	294,746	\$	1,152,836	\$	544,059	\$	1,152,836	\$	1,152,836

(1) The value realized is based on the difference between the exercise price of the stock options or the base price of the stock appreciation rights and the closing price of our common stock on December 31, 2015 (the last trading day of fiscal 2015).

Compensation Committee Interlocks and Insider Participation

The current members of the compensation committee of our board of directors are Messrs. Mann, Nilsson and Silver. No member of this committee is a present or former officer or employee of CEVA or any of its subsidiaries. No executive officer of CEVA served on the board of directors or compensation committee of any entity which has one or more executive officers serving as a member of our board or compensation committee.

DIRECTOR COMPENSATION

We use a combination of cash and stock-based incentive compensation to attract and retain qualified candidates to serve on our board. In setting director compensation, we consider the significant amount of time that directors expend in fulfilling their duties to the company as well as the skill-level we require of members of our board.

Cash Compensation Paid to Board Members

Directors who are employees of CEVA do not receive any additional compensation for their services as directors. Directors who are not employees of CEVA are entitled to an annual retainer, payable in quarterly installments. The board annual retainer for all non-employee directors (other than the chairman) is \$40,000. The chairman receives an annual retainer of \$60,000, payable in quarterly installments of \$15,000 each. In addition to the board annual retainer, committee meetings of a face-to-face nature and on a telephonic basis are compensated at the rate of \$1,000 per meeting. All directors are reimbursed for expenses incurred in connection with attending board and committee meetings.

Stock Option Program

Each of our non-employee directors is also entitled to participate in our 2003 Director Stock Option Plan (the Director Plan) and 2011 Stock Incentive Plan. Pursuant to our Director Plan, each person who becomes a non-employee director shall automatically be granted an option to purchase 38,000 shares of common stock. On June 30 of each year beginning in 2004, each non-employee director will automatically be granted an option to purchase 13,000 shares of common stock if he has served on the board as of such date and an option to purchase 13,000 shares of common stock for each committee of the board on which he has served as chairperson as of

such date. The stock options to non-employee directors had a vesting schedule of four years with the first 25% vesting after the first anniversary of the grant date and the remainder vesting 25% each year thereafter. Mr. Wertheizer is not eligible to receive any additional compensation or option awards.

In October 2014, the compensation committee engaged a compensation consultant, Compensia, to perform a review of the compensation package for the company s non-employee directors in relation to the company s peer group and provide general industry data about director compensation. As a result of this review, the compensation committee suspended the automatic equity award granted to the company s non-employee directors each year on June 30st under the Director Plan. In lieu of the automatic equity award, the compensation committee approved equity awards to directors in the form of a mix of stock options from the Director Plan and restricted stock units from the 2011 Stock Incentive Plan. The stock options awarded in 2015 are subject to a four-year vesting schedule and the restricted stock units awarded in 2015 are subject to a full vesting after the first anniversary of the grant date.

Director Stock Ownership Guidelines

Our board of directors believes that, in order to align the interests of directors and stockholders, directors should have an equity stake in the company. In February 2015, the compensation committee recommended and the board adopted a set of stock ownership guidelines for directors so as to align the directors interests with those of our stockholders. Pursuant to the guidelines, existing directors are required to own (personally and collectively with members of the director s immediate family or with family trusts) by February 2, 2020, an amount of common stock with a fair market value equal to at least two times the total annual retainer cash compensation paid by the company for board service (excluding for this purpose compensation that is not paid to all independent directors, such as compensation for committee or chair service). Newly appointed or elected directors would have up to five years from the date of appointment or election to meet this requirement for stock ownership. For purposes of this ownership guideline, vested equity awards would be considered when determining a director s stock ownership.

2015 Director Compensation Table

	Directorship Fees Earned or		
Name	Paid in Cash (\$)	Equity Awards (\$) (1)	Total (\$)
Peter McManamon (2)	60,000	243,286	303,286
Eliyahu Ayalon (3)	40,000	113,070	153,070
Zvi Limon (4)	52,000	224,414	276,414
Bruce Mann (5)	41,000	112,954	153,954
Sven-Christer Nilsson (6)	53,000	158,200	211,200
Louis Silver (7)	51,000	225,908	276,908
Danny Tocatly (8)	20,000	40,641	60,641

- (1) The amounts shown in this column do not reflect compensation actually received by the directors. Instead, the amounts represent the aggregate grant date fair value of the awards based on FASB ASC No. 718. In 2015, options granted to our non-employee directors were made pursuant to our Director Plan and restricted stock units granted to our non-employee directors were made pursuant to our 2011 Stock Incentive Plan. Each option was granted at an exercise price equal to the fair market value of the common stock on the date of grant as reported on NASDAQ.
- (2) Mr. McManamon was granted an option to purchase 14,000 shares of our common stock at \$19.43 per share and 7,000 restricted stock units. As of March 5, 2016, Mr. McManamon had outstanding stock options to purchase 189,000 shares of our common stock.
- (3) Mr. Ayalon was granted an option to purchase 6,500 shares of our common stock at \$19.43per share and 3,250 restricted stock units. As of March 5, 2016, Mr. Ayalon had outstanding stock options to purchase 52,000 shares of our common stock.

- (4) Mr. Limon was granted an option to purchase 13,000 shares of our common stock at \$19.43per share and 6,500 restricted stock units. As of March 5, 2016, Mr. Limon had outstanding stock options to purchase 110,500 shares of our common stock.
- (5) Mr. Mann was granted an option to purchase 6,500 shares of our common stock at \$19.43 per share and 3,250 restricted stock units. As of March 5, 2016, Mr. Mann had outstanding stock options to purchase 113,750 shares of our common stock.
- (6) Mr. Nilsson was granted an option to purchase 13,000 shares of our common stock at \$19.43 per share and 6,500 restricted stock units. As of March 5, 2016, Mr. Nilsson had outstanding stock options to purchase 94,250 shares of our common stock.
- (7) Mr. Silver was granted an option to purchase 13,000 shares of our common stock at \$19.43 per share and 6,500 restricted stock units. As of March 5, 2016, Mr. Silver had outstanding stock options to purchase 149,500 shares of our common stock.
- (8) Mr. Tocatly resigned from our board of directors on June 15, 2015. As a result, he did not receive any equity award grant in 2015. On June 15, 2015, Mr. Tocatly had outstanding stock options to purchase 19,500 shares of our common stock.

Report of the Audit Committee of the Board of Directors

Notwithstanding anything to the contrary set forth in any of our previous or future filings under the Securities Act of 1933, as amended, or the Securities Exchange Act of 1934, as amended, that might incorporate this proxy statement or future filings made by us under those statutes, the below audit committee report shall not be deemed filed with the United States Securities and Exchange Commission and shall not be deemed incorporated by reference into any of those prior filings or into any future filings made by us under those statutes.

The audit committee of our board of directors is composed of four members; there are currently three members and one seat is currently vacant. The audit committee acts under a written charter, which is available for review on our website at www.ceva-dsp.com.

The audit committee has reviewed our audited financial statements for 2015 and has discussed these financial statements with our management and our independent auditors.

Our management is responsible for the preparation of our financial statements and for maintaining an adequate system of disclosure controls and procedures and internal control over financial reporting for that purpose. Our independent auditors are responsible for conducting an independent audit of our annual financial statements in accordance with generally accepted accounting principles and issuing a report on the results of their audit. The audit committee is responsible for providing independent, objective oversight of these processes.

The audit committee has also received from, and discussed with, our independent auditors various communications that our independent auditors are required to provide to the audit committee, including the matters required to be discussed by Auditing Standard No. 16, *Communications with Audit Committees*, as adopted by the Public Company Accounting Oversight Board.

Our independent auditors also provided the audit committee with the written disclosures and the letter required by the Public Company Accounting Oversight Board regarding its communications with the audit committee concerning independence. Our auditors are required annually to disclose in writing all relationships that in their professional opinion may reasonably be thought to bear on their independence. The audit committee has discussed with the auditors their independence from us.

Based on its discussions with management and the independent auditors, and its review of the representations and information provided by management and the independent auditors, the audit committee recommended to our board of directors that the audited financial statements be included in our annual report on

Form 10-K for 2015. The audit committee has also recommended the selection of Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) and, based on our recommendation, the board of directors has selected Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) as our independent auditors for the fiscal year ending December 31, 2016, subject to stockholder ratification.

By the Audit Committee of the Board of Directors of CEVA, Inc.

Louis Silver (Chair)

Zvi Limon

Sven-Christer Nilsson

Independent Auditors Fees and Other Matters

The following table summarizes the fees for professional services provided by Ernst & Young,* our independent auditors, billed to us for each of the last 2 fiscal years:

Fee Category	2015	2014
Audit Fees (1)	\$ 235,490	\$ 227,500
Audit-Related Fees (2)	\$ 16,300	\$ 5,000
Tax Fees (3)	\$ 81,155	\$ 53,917
Other Fees (4)	\$ 1,803	\$ 23,818
Total Fees	\$ 334,749	\$ 310,235

- * Fees are billed by Kost Forer Gabbay & Kasierer, a member of Ernst & Young Global.
- (1) Audit fees consist of fees for the annual audit, the reviews of the interim financial statements included in our quarterly reports on Form 10-Q, and statutory audits required internationally and services related to internal control reviews and assistance with Section 404 internal control reporting requirements. Fees for services related to internal control reviews and assistance with Section 404 internal control reporting requirements are based on fees received to date and estimated fees yet to be billed.
- (2) Audit-related fees consist of fees for assurance and related services that are reasonably related to the performance of the audit and the review of our financial statements and which are not reported under Audit Fees. These services related to consultations and audits in connection with grant applications, technical accounting issues, attestation services that are not required by statute or regulation and consultations concerning financial accounting and reporting standards generally, in relation to potential business transactions and in relation to compliance under the Internal Control-Integrated Framework issued by the Committee of Sponsoring Organizations of the Treadway Commission (2013 framework).
- (3) Tax fees consisted of fees for tax compliance, tax advice, tax audit and tax planning services, including services relating to RivieraWaves.
- (4) Other fees consisted of advisory services relating to Approved Enterprise status of our programs in Israel.

All fees described above were approved by the audit committee of the board of directors.

Pre-Approval Policy and Procedures

The audit committee has adopted an audit and non-audit services pre-approval policy relating to the approval of all audit and non-audit services that are to be performed by our independent auditor. Under this policy, in 2015, the audit committee pre-approved the provision by Ernst & Young of specified audit services, including the audit of CEVA s consolidated financial statements for 2015, review of CEVA s Annual Report on Form 10-Q, audit of CEVA s effectiveness of internal control over financial

report and statutory audit and tax returns for the Israeli subsidiary. The audit committee also pre-approved the provision by Ernst & Young of specified audit related services, including services associated with SEC registration statements, consultation with company management about accounting or disclosure treatment of transactions or events and auditors confirmation on specific financial data. Furthermore, the audit committee also pre-approved the provision by Ernst & Young of specified tax related services, including international and domestic tax planning, advice and compliance, tax only valuation services, expatriate tax assistance and compliance, non-direct taxes consultation, relocation tax services and due diligent related services. The audit committee will add or subtract the list of general pre-approved services from time to time, based on subsequent determinations.

The audit committee may delegate to a subcommittee of the audit committee the authority to approve any audit or non-audit services to be provided to us by our independent auditor. Any approval of services by a member of the audit committee pursuant to this delegated authority is reported on, for informational purposes only, at the next meeting of the audit committee.

Both the audit committee and the independent auditor believe the implementation of this policy will not adversely affect the auditor s independence.

PROPOSAL 2 RATIFICATION OF THE SELECTION OF KOST FORER GABBAY & KASIERER (A MEMBER OF ERNST & YOUNG GLOBAL) AS INDEPENDENT AUDITORS OF THE COMPANY FOR THE FISCAL YEAR ENDING DECEMBER 31, 2016

Our audit committee has selected Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) as our auditors for the current fiscal year, subject to ratification by our stockholders at the annual meeting. We expect a representative of Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) to be available via teleconference at the annual meeting to respond to appropriate questions and to make a statement if he or she so desires.

Neither our by-laws nor other governing documents or law require stockholder ratification of the selection of Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) as our independent accountants. However, the audit committee of the board of directors is submitting the selection of Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) to the stockholders for ratification as a matter of good corporate practice. If the stockholders fail to ratify the selection, the audit committee will reconsider whether or not to retain that firm. Even if the selection is ratified, the audit committee in its discretion may direct the appointment of different independent accountants at any time during the year if they determine that such a change would be in the best interests of the company and its stockholders.

OUR BOARD OF DIRECTORS RECOMMENDS A VOTE FOR THE RATIFICATION OF KOST FORER GABBAY & KASIERER (A MEMBER OF ERNST & YOUNG GLOBAL) AS OUR AUDITORS FOR THE FISCAL YEAR ENDING DECEMBER 31, 2016.

PROPOSAL 3 ADVISORY VOTE TO APPROVE NAMED EXECUTIVE OFFICER COMPENSATION

The Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010, or the Dodd-Frank Act, added Section 14A to the Securities Exchange Act of 1934, as amended, which enables our stockholders to vote to approve, on an advisory basis, the compensation of our named executive officers as disclosed in this proxy statement in accordance with the SEC s rules.

At last year s annual meeting, we provided our stockholders with the opportunity to cast an advisory vote regarding the compensation of our named executive officers as disclosed in our proxy statement for the 2015 annual meeting of stockholders. At our 2015 annual meeting, our stockholders approved the proposal with approximately 99% of the votes cast voting in favor of the proposal.

As described in detail under the heading *Compensation Discussion and Analysis*, our compensation philosophy supports our key business objectives of creating value for, and promoting the interests of, our stockholders. In order to align the interests of our executives with those of our stockholders, we believe that our executive compensation arrangements must provide our named executive officers with competitive compensation opportunities, based upon both their contribution to the development and financial success of the company and their personal performance. We believe our executive compensation arrangements strike the appropriate balance between utilizing responsible, measured pay practices and effectively incentivizing our executives to dedicate themselves fully to value creation for our stockholders. This balance is evidenced by the following:

We provide a significant part of executive compensation in the form of performance based incentives. The goals under the performance-based bonus plan are generally challenging. Bonuses under the performance-based plan are capped and a significant portion of the bonuses would not be payable for a particular year if the company fails to achieve the specified financial goals.

100% of the 2015 Executive Bonus Plan is based upon the company s achievement of financial performance targets, consisting of a 2015 total revenues target and an annual non-GAAP fully diluted EPS target.

The bonus payable to Messrs. Wertheizer and Arieli is subject to two financial thresholds such that if the company fails to meet the financial thresholds in 2015, all or a portion of the bonus would not be payable.

The bonus payable to Messrs. Wertheizer and Arieli is subject to target and maximum award opportunities to further incentivize our executive officers.

Our compensation arrangements for the named executive officers are simple, consisting principally of base salary, annual bonus, which may or may not be awarded annually based on a performance-based bonus plan established for that year, and long-term incentive award, currently in the form of restricted stock units, which again may or may not be awarded annually at the discretion of our compensation committee.

We align base salaries with strong pay-for-performance orientation and our compensation committee generally takes a conservative approach on base salary increases.

A significant portion of our named executive officers compensation is in the form of long-term incentive awards. Moreover, our compensation committee generally takes a conservative approach on grants of long-term incentive awards.

We do not provide any nonqualified defined contribution or other deferred compensation plans to our named executive officers.

We do not provide tax gross-ups to our named executive officers.

None of the employment agreements with our named executive officers includes any single trigger change-in-control provisions or golden parachute arrangements.

The perquisites offered to our named executive officers based in Israel are those generally provided to all of our employees based in Israel.

The only prerequisite offered to our U.S.-based named executive officer is participating in and matching under our 401(k) plan, a prerequisite provided to all U.S. employees.

Our compensation committee is updated on compensation best practices and trends. The committee from time to time, as appropriate, engages the services of a compensation consultant to provide advice on compensation trends and market information to assist the committee in designing our compensation programs and making compensation decisions.

The vote on this resolution is not intended to address any specific element of compensation; rather, the advisory vote relates to the compensation of our named executive officers, as described in this proxy statement. The vote is advisory, and therefore it is not binding on the company, our compensation committee or our board of directors. Our compensation committee will carefully consider the outcome of the vote when considering future executive compensation arrangements.

The affirmative vote of a majority of the shares present or represented and entitled to vote either in person or by proxy is required to approve this Proposal 3.

Accordingly, we ask our stockholders to vote on the following resolution at the annual meeting:

RESOLVED, that the compensation of the named executive officers, as disclosed in the company s proxy statement for the 2016 annual meeting of stockholders pursuant to the compensation disclosure rules of the Securities and Exchange Commission, including Compensation Discussion and Analysis, compensation tables and narrative discussion, is hereby APPROVED.

THE BOARD OF DIRECTORS UNANIMOUSLY RECOMMENDS A VOTE *FOR* THE ADVISORY VOTE ON NAMED EXECUTIVE OFFICER COMPENSATION, AS DISCLOSED IN THIS PROXY STATEMENT.

STOCKHOLDER PROPOSALS FOR 2016 ANNUAL MEETING AND

NOMINATIONS OF PERSONS FOR ELECTION TO THE BOARD OF DIRECTORS

Pursuant to Rule 14a-8 under the Exchange Act and our by-laws, any proposal that a stockholder wishes to be considered for inclusion in our proxy statement for the 2017 annual meeting of stockholders, including nomination of directors, must be submitted to our office at CEVA, Inc., 1174 Castro Street, Suite 210, Mountain View, California 94040, Attention: Corporate Secretary, no later than December 6, 2016.

The proxies to be solicited by our board of directors for the 2017 annual meeting will confer discretionary authority on the proxy holders to vote on any stockholder proposal presented at such annual meeting if we fail to receive notice of such stockholder s proposal for the meeting by March 1, 2017.

In addition to providing timely advanced notice of any matter a stockholder wishes to present at an annual meeting of stockholders, with respect to general stockholder proposals, the stockholder also must submit the following relevant information in writing with respect to the proposal to the attention of our corporate secretary at our principle executive offices: (i) a brief description of the business desired to be brought before the annual meeting and the reasons for conducting such business at the annual meeting, (ii) the name and address, as they appear on our books, of the stockholder proposing such business, (iii) the class and number of shares of our common stock which are beneficially owned by the stockholder, (iv) any material interest of the stockholder in such business, (v) as to the stockholder giving the notice and any Stockholder Associated Person (as defined below), whether and the extent to which any hedging or other transaction or series of transactions has been entered into by or on behalf of, or any other agreement, arrangement or understanding (including, but not limited to, any short position or any borrowing or lending of shares of stock) has been made, the effect or intent of which is to mitigate loss or increase profit to or manage the risk or benefit of stock price changes for, or to increase or decrease the voting power of, such stockholder or any such Stockholder Associated Person with respect to any share of our common stock (each, a Relevant Hedge Transaction), (vi) as to the stockholder giving the notice and any Stockholder Associated Person, to the extent not set forth pursuant to the immediately preceding clause, (a) whether and the extent to which such stockholder or Stockholder Associated Person has direct or indirect beneficial ownership of any option, warrant, convertible security, stock appreciation right, or similar right with an exercise or conversion privilege or a settlement payment or mechanism at a price related to our common stock, whether or not such instrument or right shall be subject to settlement in the underlying common stock or otherwise, or any other direct or indirect opportunity to profit or share in any profit derived from any increase or decrease in the value of shares of our common stock (a

Derivative Instrument), (b) any rights to dividends on the shares of our common stock owned beneficially by such stockholder that are separated or separable from the underlying common stock, (c) any proportionate interest in shares of our common stock or Derivative Instruments held, directly or indirectly, by a general or limited partnership in which such stockholder is a partner or, directly or indirectly, beneficially owns an interest in a partner and (d) any performance-related fees (other than an asset-based fee) that such stockholder is entitled to based on any increase or decrease in the value of shares of our common stock or Derivative Instruments, if any, as of the date of such notice, including without limitation, any such interests held by members of such stockholder 's immediate family sharing the same household (which information shall be supplemented by such stockholder and beneficial owner, if any, not later than ten days after the record date for the meeting to disclose such ownership as of the record date); and (vii) any other information that is required to be provided by the stockholder pursuant to Regulation 14A under the Securities Exchange Act of 1934 in his or her capacity as a proponent to a stockholder proposal. A Stockholder, (ii) any person controlling or controlled by, directly or indirectly, or acting in concert with, such stockholder, (ii) any beneficial owner of shares of our common stock owned of record or beneficially by such stockholder and (iii) any person controlling, controlled by or under common control with such Stockholder Associated Person. Subject to any exclusions permitted by applicable law, only stockholder proposals submitted in accordance with the above requirements will be presented at any annual meeting. The chairman of the meeting may, if the facts warrant, determine and declare at the meeting that business was not properly brought before the meeting and, if he should so determine, he may declare at the meeting that any such business not properly brought before

With respect to recommendations of director nominee(s), in addition to providing timely advanced notice of any matter stockholders wish to present at an annual meeting of stockholders, the stockholder must submit the following relevant information in writing to the attention of our corporate secretary at our principle executive offices: (i) as to each person whom the stockholder proposes to nominate for election or reelection as a director: (A) the name, age, business address and residence address of such person, (B) the principal occupation or employment of such person, (C) the class and number of shares of our common stock which are beneficially owned by such person, (D) a description of all arrangements or understandings between the stockholder and each nominee and any other person or persons (naming such person or persons) pursuant to which the nominations are to be made by the stockholder, and (E) any other information relating to such person that is required to be disclosed in solicitations of proxies for elections of directors, or is otherwise required, in each case pursuant to Regulation 14A under the Securities Exchange Act of 1934 (including without limitation such person s written consent to being named in the proxy statement as a nominee and to serving as a director if elected); and (ii) the information set forth in the above paragraph relating to general stockholder proposals. Once the nomination and corporate governance committee receives the stockholder recommendation, it may deliver to the prospective candidate a questionnaire that requests additional information about the candidate, as well as certain information that must be disclosed about the candidate in our proxy statement or other regulatory filings, if nominated.

HOUSEHOLDING OF PROXY STATEMENT

Some banks, brokers and other nominee record holders may be participating in the practice of householding proxy statements and annual reports. Under this procedure, certain stockholders of record who have the same address and last name, and who do not participate in electronic delivery of proxy materials, will receive only one copy of our Notice of Internet Availability of Proxy Materials and, as applicable, any additional proxy materials that are delivered until such time as one or more of these stockholders notifies us that they want to receive separate copies. If you receive a single set of proxy materials as a result of householding, and you would like to have separate copies of our Notice of Internet Availability of Proxy Materials, annual report, or proxy statement mailed to you, please call or write us at the following address or phone number: CEVA, Inc., 1174 Castro Street, Mountain View, California 94040, Attention: Corporate Secretary, (650) 417-7900, ir@ceva-dsp.com. If you would like to receive separate copies of the annual report and proxy statement in the future, or if you have received multiple copies and in the future would like to receive only one copy for your household, you should contact your bank, broker, or other nominee record holder, or you may contact us at the above address and phone number. However, please note that if you want to receive a paper proxy or voting instruction form or other proxy materials for purposes of this year s annual meeting, follow the instructions included in the Notice of Internet Availability of Proxy Materials that was sent to you.

OTHER MATTERS

Our board of directors presently knows of no other business that will be presented for consideration at the annual meeting other than those described above. However, if any other business should come before the annual meeting, it is the intention of the persons named in the enclosed proxy to vote, or otherwise act, in accordance with their best judgment on such matters.

It is important that proxies be cast promptly. Therefore, stockholders are requested to cast their proxy as instructed in the Notice of Internet Availability of Proxy Materials whether or not they expect to attend the meeting in person. If you request a paper proxy card, please complete, date, and sign the form of proxy and return it promptly in the envelope provided.

By order of the board of directors,

/s/ Gideon Wertheizer Gideon Wertheizer Chief Executive Officer

April 5, 2016

Mountain View, California

PROXY

CEVA, INC.

ANNUAL MEETING OF STOCKHOLDERS May 16, 2016

This Proxy is solicited on behalf of the Board of Directors of CEVA, Inc. (the Company)

The undersigned, having received notice of the annual meeting of stockholders and the proxy statement therefor and revoking all prior proxies, hereby appoint(s) Gideon Wertheizer and Yaniv Arieli (with full power of substitution), as proxies of the undersigned, to attend the annual meeting of stockholders of the Company to be held on Monday, May 16, 2016, and any adjourned or postponed session thereof, and there to vote and act as indicated upon the matters on the reverse side in respect of all shares of common stock which the undersigned would be entitled to vote or act upon, with all powers the undersigned would possess if personally present.

Attendance of the undersigned at the annual meeting of stockholders or at any adjourned or postponed session thereof will not be deemed to revoke this proxy unless the undersigned affirmatively indicate(s) thereat the intention of the undersigned to vote said shares of common stock in person. If the undersigned hold(s) any of the shares of common stock in a fiduciary, custodial or joint capacity or capacities, this proxy is signed by the undersigned in every such capacity as well as individually.

In their discretion, the proxies are authorized to vote upon such other matters which may properly be brought before the meeting or any adjournment(s) or postponement(s) thereof in their discretion.

IMPORTANT NOTICE REGARDING THE AVAILABILITY OF PROXY MATERIALS FOR THE ANNUAL MEETING: The notice, proxy statement and 2015 annual report are available at <u>http://materials.proxyvote.com/157210</u>.

(CONTINUED AND TO BE SIGNED ON REVERSE SIDE)

ANNUAL MEETING OF STOCKHOLDERS OF

CEVA, INC.

May 16, 2016

PLEASE MARK YOUR VOTE IN BLUE OR BLACK INK AS SHOWN HERE: x.

1. To elect seven directors as specifically set forth below: NOMINEES

Eliyahu Ayalon: "Zvi Limon: "Bruce A. Mann: "Peter McManamon: "

Sven-Christer Nilsson: " Louis Silver: " Gideon Wertheizer: "

" FOR ALL NOMINEES

- " WITHHOLD AUTHORITY FOR ALL NOMINEES
 - FOR ALL EXCEPT (See instructions below)

INSTRUCTION: To withhold authority to vote for any individual nominee(s), mark FOR ALL EXCEPT and fill in the circle next to each nominee for whom you wish to withhold authority as shown here: x

2. To ratify the selection of Kost Forer Gabbay & Kasierer (a member of Ernst & Young Global) as independent auditors of the company for the fiscal year ending December 31, 2016.

" FOR " AGAINST " ABSTAIN

The shares of common stock of CEVA, Inc. represented by this proxy will be voted as directed by the undersigned. If no direction is given with respect to any proposal specified herein, this proxy will be voted <u>for</u> each of the above named director nominees, <u>for</u> proposals 2 and 3 and in the discretion of the proxy holders as to any other matters that may properly come before the meeting.

Please vote, date, sign and return promptly in the enclosed postage pre-paid envelope.

The undersigned acknowledges receipt of the Notice of Internet Availability of Proxy Materials, Proxy Statement and 2015 Annual Report.

To change the address on your account, please check the box at right and indicate your new address in the address space above. Please note that changes to the registered name(s) on the account may not be submitted via this method. "

Signature of Stockholder sign

Date:

ANNUAL MEETING OF STOCKHOLDERS OF

CEVA, INC.

May 16, 2016

Note: Please sign exactly as the name appears on this Proxy. When shares are held jointly, each holder should sign. When signing as executor, administrator, attorney, trustee or guardian, please give full title as such. If the signer is a corporation, please sign full corporate name by duly authorized officer giving full title as such. If signer is a partnership, please sign in partnership name by authorized person.

d;font-size:10pt;">SBA COMMUNICATIONS CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(in thousands)

	For the nine ended Septe 2015	
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION: Cash paid during the period for: Interest Income taxes	\$ 252,425 \$ 7,569	\$ 216,103 \$ 6,377
SUPPLEMENTAL CASH FLOW INFORMATION OF NON-CASH ACTIVITIES: Assets acquired through capital leases Issuance of stock for settlement of convertible debt and warrants, net of hedges	\$ 2,627 \$ —	\$ 1,290 \$ 284

The accompanying condensed notes are an integral part of these consolidated financial statements.

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SBA COMMUNICATIONS CORPORATION AND SUBSIDIARIES

CONDENSED NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

1.BASIS OF PRESENTATION

The accompanying consolidated financial statements should be read in conjunction with the Annual Report on Form 10-K for the fiscal year ended December 31, 2014 for SBA Communications Corporation and its subsidiaries (the "Company"). These financial statements have been prepared in accordance with the instructions to Form 10-Q and Article 10 of Regulation S-X and, therefore, omit or condense certain footnotes and other information normally included in financial statements prepared in accordance with accounting principles generally accepted in the United States. In the opinion of the Company's management, all adjustments (consisting of normal recurring accruals) considered necessary for fair financial statement presentation have been made. The results of operations for an interim period may not give a true indication of the results for the year. Certain reclassifications have been made to prior year amounts or balances to conform to the presentation adopted in the current year.

The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in consolidated financial statements and accompanying notes. While the Company believes that such estimates are fair when considered in conjunction with the consolidated financial statements and accompanying notes, the actual amounts, when known, may vary from these estimates.

Foreign Currency Translation

All assets and liabilities of foreign subsidiaries that do not utilize the United States dollar as its functional currency (Brazil and Canada) are translated at period-end rates of exchange, while revenues and expenses are translated at monthly weighted average rates of exchange for the period. Unrealized translation gains and losses are reported as foreign currency translation adjustments through Accumulated other comprehensive loss in the accompanying Consolidated Statement of Shareholders' Deficit.

Intercompany Loans

In accordance with Accounting Standards Codification (ASC) 830, the Company remeasures intercompany loans not denominated in the functional currency with the corresponding remeasurement adjustment being recorded in Other income (expense), net in the Consolidated Statements of Operations. For the three and nine months ended September 30, 2015, the Company recorded a \$112.1 million and \$180.4 million foreign exchange loss, respectively, on the remeasurement of an intercompany loan with a Brazilian subsidiary.

Recent Accounting Pronouncements Not Yet Adopted

In May 2014, the Financial Accounting Standards Board ("FASB") released updated guidance regarding the recognition of revenue from contracts with customers, exclusive of those contracts within lease accounting. The core principle of the guidance is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. To achieve that core principle, an entity should apply the following steps: (1) identify the contracts with the customer; (2) identify the performance obligations in the contract; (3) determine the contract price; (4) allocate the transaction price to the performance obligations in the contract; and (5) recognize revenue when (or as) the entity satisfies a performance obligation. The new guidance is effective for annual reporting

periods (including interim periods within those periods) beginning after December 15, 2017 for public companies. Under the proposal, the standard would be required to be adopted by public business entities in annual periods beginning on or after December 15, 2017. Early adoption is permitted but not before interim and annual reporting periods beginning after December 15, 2016. This guidance is required to be applied (1) retrospectively to each prior reporting period presented, or (2) with the cumulative effect being recognized at the date of initial application. The Company is evaluating the guidance including the impact on its consolidated financial statements.

In April 2015, the FASB issued ASU 2015-03, Interest—Imputation of Interest. The standard requires debt issuance costs to be presented on the balance sheet as a direct deduction from the related debt liability rather than as an asset. Once adopted, entities are required to apply the new guidance retrospectively to all prior periods presented. ASU 2015-03 is effective for annual and interim periods beginning after December 15, 2015 and early application is permitted. The Company has not elected to early adopt the standard.

In August 2015, the FASB issued ASU 2015-15, Interest - Imputation of Interest - Presentation and Subsequent Measurement of Debt Issuance Costs Associated with Line-of-Credit Arrangements. The standard indicates the SEC staff would not object to

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presenting deferred debt issuance costs for a line of credit arrangement as an asset in the balance sheet. ASU 2015-15 is effective for annual and interim periods beginning after December 15, 2015 and early application is permitted. The Company has not elected to early adopt the standard.

In September 2015, the FASB issued ASU 2015-16 Business Combinations. The standard requires that the acquirer (1) recognize adjustments to provisional amounts that are identified during the measurement period in the reporting period in which the adjustment amounts are determined, (2) record, in the same period's financial statements, the effect on earnings of changes in depreciation, amortization, or other income effects, if any, as a result of the change to the provisional amounts, calculated as if the accounting had been completed at the acquisition date, and (3) to present separately on the face of the income statement or disclose in the notes the portion of the amount recorded in current-period earnings by line item that would have been recorded in previous reporting periods if the adjustment to the provisional amounts had been recognized as of the acquisition date. ASU 2015-16 is effective for annual and interim periods beginning after December 15, 2015 and early application is permitted. The Company has not elected to early adopt the standard.

2.FAIR VALUE MEASUREMENTS

Items Measured at Fair Value on a Recurring Basis— The Company's earnout liabilities related to acquisitions are measured at fair value on a recurring basis using Level 3 inputs and are recorded in Accrued expenses in the accompanying Consolidated Balance Sheets. Changes in estimate are recorded in Acquisition related adjustments and expenses in the accompanying Consolidated Statement of Operations. The Company determines the fair value of acquisition-related earnouts (contingent consideration) and any subsequent changes in fair value using a discounted probability-weighted approach using Level 3 inputs. Level 3 valuations rely on unobservable inputs for the asset or liability, and include situations where there is little, if any, market activity for the asset or liability. The fair value of the earnouts is reviewed quarterly and is based on the payments the Company expects to make based on historical internal observations related to the anticipated performance of the underlying assets. The Company's estimate of the fair value of its obligation of performance targets contained in various acquisitions was \$8.8 million and \$15.1 million as of September 30, 2015 and December 31, 2014. The maximum potential obligation related to the performance targets was \$14.3 million and \$23.1 million as of September 30, 2015 and December 31, 2014, respectively.

The following summarizes the activity of the accrued earnouts:

	2015		2014		
Beginning balance, December 31, 2014	(in thou	sands)			
and 2013, respectively Additions Payments	\$	15,086 3,228 (3,608)	\$	30,063 10,384 (16,346)	

Change in estimate	(5,299)	(1,519)
Foreign currency		
translation		
adjustments	(588)	554
Ending balance,		
September 30, 2015		
and September 30,		
2014, respectively	\$ 8,819	\$ 23,136

Items Measured at Fair Value on a Nonrecurring Basis— The Company's long-lived assets, intangibles, and asset retirement obligations are measured at fair value on a nonrecurring basis using Level 3 inputs. The Company considers many factors and makes certain assumptions when making this assessment, including but not limited to: general market and economic conditions, historical operating results, geographic location, lease-up potential and expected timing of lease-up. The fair value of the long-lived assets, intangibles, and asset retirement obligations is calculated using a discounted cash flow model.

During the three and nine months ended September 30, 2015, the Company recognized impairment charges of \$63.4 million and \$74.2 million, respectively. The impairment charges include the write off of \$5.3 million and \$12.0 million in carrying value of decommissioned towers, a \$56.7 million impairment charge recorded in the third quarter of 2015 related to fiber assets acquired in the 2012 Mobilitie transaction, and \$1.4 million and \$4.3 million of other third party decommission costs incurred related to the Company's long-lived assets and intangibles for the three and nine months ended September 30, 2015, respectively. The impairment review of the fiber assets was triggered by a strategic decision made by the Company during the third quarter. The undiscounted cash flows were not sufficient to recover the carrying amount of the assets and thus a discounted cash flow valuation was used to determine the fair value. Key assumptions used in the valuation include forecasts of revenue and expenses over an extended period of time, and estimated costs of debt and equity capital to discount the projected cash flows. Certain of these assumptions involve significant judgment, are based on management's estimate of current and forecasted market conditions and are sensitive and susceptible to change. In addition, for the nine months ended September 30, 2015, the impairment charge includes \$1.2 million in exit costs related to the Company's former corporate headquarters building. During the three and nine months ended September 30, 2014, the Company

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recognized impairment charges of \$6.0 million and \$13.6 million, respectively. The impairment charges include the write off of \$4.7 million and \$10.0 million in carrying value of decommissioned towers and \$1.3 million and \$3.6 million of other third party decommission costs incurred related to the Company's long-lived assets and intangibles for the three and nine months ended September 30, 2014, respectively. These write offs result from the Company's analysis that the future cash flows from certain assets would not recover the carrying value of the investment in those assets. Asset impairment and decommission costs and the related impaired assets relate to the Company's site leasing operating segment.

Fair Value of Financial Instruments— The carrying values of cash and cash equivalents, accounts receivable, restricted cash, accounts payable, and short-term investments approximate their estimated fair values due to the short maturity of these instruments. Short-term investments consisted of \$0.5 million and \$5.3 million in certificate of deposits, as of September 30, 2015 and December 31, 2014, respectively, and \$0.2 million in Treasury securities as of September 30, 2015 and December 31, 2014. The Company's estimate of the fair value of its held-to-maturity investments in treasury and corporate bonds, including current portion, are based primarily upon Level 1 reported market values. As of September 30, 2015 and December 31, 2014, the carrying value and fair value of the held-to-maturity investments, including current portion, were \$1.0 million and \$1.1 million, respectively.

The Company determines the fair value of its debt instruments utilizing various Level 2 sources including quoted prices and indicative quotes (non-binding quotes) from brokers that require judgment to interpret market information including implied credit spreads for similar borrowings on recent trades or bid/ask prices. The fair value of the Revolving Credit Facility is considered to approximate the carrying value because the interest payments are based on Eurodollar rates that reset every month. The Company does not believe its credit risk has changed materially from the date the applicable Eurodollar Rate plus 137.5 to 200.0 basis points was set for the Revolving Credit Facility. Refer to Note 10 for the fair values, principal balances, and carrying values of the Company's debt instruments.

3.RESTRICTED CASH

Restricted cash consists of the following:

	•	As of December 31, 2014	Included on Balance Sheet
	(in thous	sands)	
Securitization escrow accounts	\$ 46,381	\$ 52,117	Restricted cash - current asset
Payment and performance bonds	404	402	Restricted cash - current asset
Surety bonds and workers compensation	4,270	5,934	Other assets - noncurrent
Total restricted cash	\$ 51,055	\$ 58,453	

Pursuant to the terms of the Tower Securities (see Note 10), the Company is required to establish a securitization escrow account, held by an indenture trustee, into which all rents and other sums due on the towers that secure the Tower Securities are directly deposited by the lessees. These restricted cash amounts are used to fund reserve accounts for the payment of (1) debt service costs, (2) ground rents, real estate and personal property taxes and insurance premiums related to towers, (3) trustee and servicing expenses, and (4) management fees and to reserve a portion of

advance rents from tenants. The restricted cash in the securitization escrow account in excess of required reserve balances is subsequently released to the Borrowers (as defined in Note 10) monthly, provided that the Borrowers are in compliance with their debt service coverage ratio and that no event of default has occurred. All monies held by the indenture trustee are classified as Restricted cash on the Company's Consolidated Balance Sheets.

Payment and performance bonds relate primarily to collateral requirements for tower construction currently in process by the Company. Cash is pledged as collateral related to surety bonds issued for the benefit of the Company or its affiliates in the ordinary course of business and primarily relates to the Company's tower removal obligations. As of September 30, 2015 and December 31, 2014, the Company had \$38.0 million and \$38.3 million in surety bonds and payment and performance bonds, respectively, for which it was only required to post \$0.8 million in collateral. The Company periodically evaluates the collateral posted for its bonds to ensure that it meets the minimum requirements. As of September 30, 2015 and December 31, 2014, the Company had also pledged \$2.5 million and \$2.6 million, respectively, as collateral related to its workers compensation policy.

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4.OTHER ASSETS

The Company's other assets are comprised of the following:

	As of	As of
	September	December
	30, 2015	31, 2014
	(in thous	ands)
Long-term investments	\$ 51,919	\$ 44,095
Prepaid land rent	149,517	134,148
Straight-line rent receivable	258,534	230,384
Deferred lease costs, net	30,239	28,517
Other	24,513	29,899
Total other assets	\$ 514,722	\$ 467,043

5.ACQUISITIONS

The Company acquired 225 communication sites during the three months ended September 30, 2015. These acquisitions were not significant to the Company and, accordingly, a preliminary estimate of the fair value of the assets acquired and liabilities assumed has not been presented. The Company evaluates all acquisitions after the applicable closing date of each transaction to determine whether any additional adjustments are needed to the allocation of the purchase price paid for the assets acquired and liabilities assumed by major balance sheet caption, as well as the separate recognition of intangible assets from goodwill if certain criteria are met.

The following table summarizes all of the Company's cash acquisition capital expenditures:

	ended September 30,		ended September 30,	
	2015 2014		2015	2014
	(in thousa	nds)		
Towers and related intangible assets	\$ 76,475	\$ 71,688	\$ 358,675	\$ 1,019,733
Land buyouts (1)	9,154	9,586	50,036	29,015
Total cash acquisition capital expenditures	\$ 85,629	\$ 81,274	\$ 408,711	\$ 1,048,748

(1) In addition, the Company paid \$4.0 million and \$2.7 million for ground lease extensions and term easements on land underlying the Company's towers during the three months ended September 30, 2015 and 2014, respectively, and paid \$12.7 million and \$7.8 million for ground lease extensions and term easements on land underlying the Company's towers during the nine months ended September 30, 2015 and 2014, respectively. The Company recorded these amounts in prepaid rent on its Consolidated Balance Sheets.

Subsequent to September 30, 2015, the Company acquired 24 towers for \$19.8 million in cash.

6.INTANGIBLE ASSETS, NET

The following table provides the gross and net carrying amounts for each major class of intangible assets:

	As of Septem Gross carrying	Accumulated	Net book	As of Decem Gross carrying	Accumulated	Net book
	amount (in thousands	amortization	value	amount	amortization	value
Current contract intangibles Network location		\$ (1,053,959)	\$ 2,805,098	\$ 4,090,129	\$ (891,374)	\$ 3,198,755
intangibles Intangible assets, net	1,406,730 \$ 5,265,787	(474,723) \$ (1,528,682)	932,007 \$ 3,737,105	1,402,704 \$ 5,492,833	(411,919) \$ (1,303,293)	990,785 \$ 4,189,540

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All intangible assets noted above are included in the Company's site leasing segments. The Company amortizes its intangible assets using the straight-line method over an estimated economic life of 15 years. Amortization expense relating to the intangible assets was \$91.4 million and \$86.2 million for the three months ended September 30, 2015 and 2014, respectively, and \$273.5 million and \$250.5 million for the nine months ended September 30, 2015 and 2014, respectively.

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7.PROPERTY AND EQUIPMENT, NET

Property and equipment, net (including assets held under capital leases) consists of the following:

	As of	As of
	September	December 31,
	30, 2015	2014
	(in thousands)	
Towers and related components	\$ 4,264,917	\$ 4,194,375
Construction-in-process	29,360	35,855
Furniture, equipment, and vehicles	55,500	51,832
Land, buildings, and improvements	507,131	426,974
Total property and equipment	4,856,908	4,709,036
Less: accumulated depreciation	(2,136,034)	(1,946,619)
Property and equipment, net	\$ 2,720,874	\$ 2,762,417
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Construction-in-process represents costs incurred related to towers that are under development and will be used in the Company's site leasing operations. Depreciation expense was \$72.8 million and \$73.0 million for the three months ended September 30, 2015 and 2014, respectively, and \$224.9 million and \$213.7 million for the nine months ended September 30, 2015 and 2014, respectively. At September 30, 2015 and 2014, non-cash capital expenditures that are included in accounts payable and accrued expenses were \$11.4 million and \$29.0 million, respectively.

8.COSTS AND ESTIMATED EARNINGS ON UNCOMPLETED CONTRACTS

Costs and estimated earnings on uncompleted contracts consist of the following:

As of As of September December 30, 2015 31, 2014

(in thousands) Costs incurred on uncompleted contracts \$ 79,151 \$ 113,654

Estimated earnings	22,593	48,949
Billings to date	(86,602)	(143,323)
	\$ 15,142	\$ 19,280

These amounts are included in the accompanying Consolidated Balance Sheets under the following captions:

	As of Septer	nber 30, 2015	As of December 31, 2014	
Costs and estimated earnings in excess of	(in the	usands)		
billings on uncompleted contracts Billings in excess of costs and estimated earnings on uncompleted contracts (included in Other	\$	25,800	\$	30,078
current liabilities)	\$	(10,658) 15,142	\$	(10,798) 19,280

Eight significant customers comprised 93.6% and 92.7% of the costs and estimated earnings in excess of billings on uncompleted contracts, net of billings in excess of costs and estimated earnings on uncompleted contracts at September 30, 2015 and December 31, 2014, respectively.

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9.ACCRUED EXPENSES

The Company's accrued expenses are comprised of the following:

	As of	As of
	September	r December
	30, 2015	31, 2014
	(in thousa	nds)
Accrued earnouts	\$ 8,819	\$ 15,086
Salaries and benefits	13,202	13,440
Real estate and property taxes	9,700	5,331
Other	33,921	31,696
Total accrued expenses	\$ 65,642	\$ 65,553

10.DEBT

The carrying and principal values of debt consist of the following (in thousands):

		As of September 3	0 2015		As of December 3	1 2014	
	Maturity	Principal	0,2010	Carrying	Principal	-,	Carrying
	Date	Balance	Fair Value	Value	Balance	Fair Value	Value
5.625% Senior	Oct. 1,						
Notes	2019	\$ 500,000	\$ 515,625	\$ 500,000	\$ 500,000	\$ 511,250	\$ 500,000
5.750% Senior	July 15,						
Notes	2020	800,000	821,000	800,000	800,000	816,000	800,000
4.875% Senior	July 15,						
Notes	2022	750,000	733,125	744,639	750,000	721,875	744,150
		550,000	563,552	550,000	550,000	576,901	550,000

2010-2C Tower	April 11,						
Securities	2017						
2012-1C Tower	Dec. 11,						
Securities	2017	610,000	615,435	610,000	610,000	620,175	610,000
2013-1C Tower	April 10,						
Securities	2018	425,000	422,722	425,000	425,000	420,776	425,000
2013-2C Tower	April 11,						
Securities	2023	575,000	582,803	575,000	575,000	584,344	575,000
2013-1D Tower	April 10,						
Securities	2018	330,000	336,059	330,000	330,000	330,551	330,000
2014-1C Tower	Oct. 8,						
Securities	2019	920,000	923,358	920,000	920,000	920,515	920,000
2014-2C Tower	Oct. 8,						
Securities	2024	620,000	626,913	620,000	620,000	629,474	620,000
Revolving Credit	Feb. 5,						
Facility	2020	280,000	280,000	280,000	125,000	125,000	125,000
2012-1 Term	May 9,						
Loan	2017	160,000	159,800	160,000	172,500	171,422	172,500
2014 Term Loan	Mar. 24,						
	2021	1,481,250	1,466,438	1,478,265	1,492,500	1,458,919	1,489,149
2015 Term Loan	June 10,						
	2022	498,750	491,269	493,946			
Total debt		\$ 8,500,000	\$ 8,538,099	\$ 8,486,850	\$ 7,870,000	\$ 7,887,202	\$ 7,860,799
Less: current matu	rities of long-	term debt		(40,000)			(32,500)
Total long-term de	bt, net of cur	rent					
maturities				\$ 8,446,850			\$ 7,828,299

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The table below reflects cash and non-cash interest expense amounts recognized by debt instrument for the periods presented:

	For the three months ended September 30, 2015 2014				For the nine months ended September 30, 2015 2014			
	Cash	Non-cash		Non-cash	Cash	Non-cash	Cash	Non-cash
	Interest	Interest	Interest	Interest	Interest	Interest	Interest	Interest
	(in thousands)							
4.0% Convertible								
Senior Notes	\$ —	\$ —	\$ 3,675	\$ 7,934		—	12,520	26,266
8.25% Senior Notes			2,458	24		_	12,513	121
5.625% Senior Notes	7,031		7,031	_	21,094	_	21,094	_
5.75% Senior Notes	11,500		11,500	_	34,500	_	34,500	
4.875% Senior Notes	9,141	165	9,141	157	27,422	488	9,141	157
2010 Tower Securities	7,058		14,346	—	21,173	—	43,036	_
2012 Tower Securities	4,525		4,521		13,588	—	13,564	
2013 Tower Securities	10,804		10,804		32,413	—	32,413	
2014 Tower Securities	12,785	—		—	38,354	—	—	—
Revolving Credit								
Facility	1,378	—	1,007	—	4,714	—	3,279	—
2011 Term Loan		—		—		—	696	7
2012-1 Term Loan	1,135	—	1,222	—	3,384	—	3,336	
2012-2 Term Loan		_		_		—	424	4
2014 Term Loan	12,333	125	12,458	121	36,690	366	28,911	277
2015 Term Loan	4,153	159		—	5,101	197		
Other	34		7	—	6	—	268	—
Total	\$ 81,877	\$ 449	\$ 78,170	\$ 8,236	\$ 238,439	\$ 1,051	\$ 215,695	\$ 26,832

Revolving Credit Facility under the Senior Credit Agreement

The Revolving Credit Facility is governed by the Senior Credit Agreement. On February 5, 2015, SBA Senior Finance II entered into the 2015 Revolving Refinancing Amendment with several banks and other financial institutions or entities from time to time parties to the Senior Credit Agreement to, among other things, (i) increase the availability under the Company's Revolving Credit Facility from \$770.0 million to \$1.0 billion, (ii) extend the maturity date of the Revolving Credit Facility to February 5, 2020, (iii) provide for the ability to borrow in U.S. dollars and certain designated foreign currencies, and (iv) lower the applicable interest rate margins and commitment fees under the Revolving Credit Facility.

As amended February 2015, the Revolving Credit Facility consists of a revolving loan under which up to \$1.0 billion aggregate principal amount may be borrowed, repaid and redrawn, subject to compliance with specific financial ratios and the satisfaction of other customary conditions to borrowing. Amounts borrowed under the Revolving Credit

Facility accrue interest, at SBA Senior Finance II's election, at either (i) the Eurodollar Rate plus a margin that ranges from 137.5 basis points to 200.0 basis points or (ii) the Base Rate plus a margin that ranges from 37.5 basis points to 100.0 basis points, in each case based on the ratio of Consolidated Total Debt to Annualized Borrower EBITDA, calculated in accordance with the Senior Credit Agreement. In addition, SBA Senior Finance II is required to pay a commitment fee of 0.25% per annum on the amount of unused commitment. If not earlier terminated by SBA Senior Finance II, the Revolving Credit Facility will terminate on, and SBA Senior Finance II will repay all amounts outstanding on or before, February 5, 2020. The proceeds available under the Revolving Credit Facility may be used for general corporate purposes. SBA Senior Finance II may, from time to time, borrow from and repay the Revolving Credit Facility. Consequently, the amount outstanding under the Revolving Credit Facility at the end of a period may not be reflective of the total amounts outstanding during such period. As of September 30, 2015, the Revolving Credit Facility was accruing interest at 2.28% per annum.

During the three and nine months ended September 30, 2015, the Company borrowed \$320.0 million and \$770.0 million, respectively, under the Revolving Credit Facility and repaid \$80.0 million and \$615.0 million, respectively, of the outstanding balance under the Revolving Credit Facility. As of September 30, 2015, \$280.0 million was outstanding under the Revolving Credit Facility.

Subsequent to September 30, 2015, the Company repaid the \$280.0 million balance outstanding on the Revolving Credit Facility with proceeds from the 2015 Tower Securities (as defined below), and as of the date of this filing, no amounts were outstanding under the Revolving Credit Facility.

As of September 30, 2015, SBA Senior Finance II was in compliance with the financial covenants contained in the Senior Credit Agreement.

Term Loans under the Senior Credit Agreement

2012-1 Term Loan

The 2012-1 Term Loan consists of a senior secured term loan with an initial aggregate principal amount of \$200.0 million that matures on May 9, 2017. The 2012-1 Term Loan accrues interest, at SBA Senior Finance II's election, at either the Base Rate plus a margin that ranges from 100 to 150 basis points or the Eurodollar Rate plus a margin that ranges from 200 to 250 basis points, in each case based on the ratio of Consolidated Total Debt to Annualized Borrower EBITDA (calculated in accordance with the Senior Credit Agreement). As of September 30, 2015, the 2012-1 Term Loan was accruing interest at 2.70% per annum. Principal payments on the 2012-1 Term Loan commenced on September 30, 2012 and are being made in quarterly installments on the last day of each March, June, September, and December, in an amount equal to \$2.5 million for each of the first eight quarters, \$3.8 million for the next four quarters and \$5.0 million for each quarter thereafter. SBA Senior Finance II has the ability to prepay any or all amounts under the 2012-1 Term Loan without premium or penalty. The 2012-1 Term Loan was issued at par. The Company incurred deferred financing fees of \$2.7 million in relation to this transaction which are being amortized through the maturity date.

During the three and nine months ended September 30, 2015, the Company repaid \$5.0 million and \$12.5 million, respectively, of principal on the 2012-1 Term Loan. As of September 30, 2015, the 2012-1 Term Loan had a principal balance of \$160.0 million.

2014 Term Loan

The 2014 Term Loan consists of a senior secured term loan with an initial aggregate principal amount of \$1.5 billion that matures on March 24, 2021. The 2014 Term Loan accrues interest, at SBA Senior Finance II's election, at either the Base Rate plus 150 basis points (with a Base Rate floor of 1.75%) or the Eurodollar Rate plus 250 basis points (with a Eurodollar Rate floor of 0.75%). The 2014 Term Loan was issued at 99.75% of par value. As of September 30, 2015, the 2014 Term Loan was accruing interest at 3.25% per annum. Principal payments on the 2014 Term Loan commenced on September 30, 2014 and are being made in quarterly installments on the last day of each March, June, September, and December in an amount equal to \$3.8 million. SBA Senior Finance II has the ability to prepay any or all amounts under the 2014 Term Loan without premium or penalty. The Company incurred deferred financing fees of approximately \$12.9 million in relation to this transaction which are being amortized through the maturity date.

During the three and nine months ended September 30, 2015, the Company repaid \$3.8 million and \$11.3 million, respectively, of principal on the 2014 Term Loan. As of September 30, 2015, the 2014 Term Loan had a principal balance of \$1.5 billion.

2015 Term Loan

On June 10, 2015, SBA Senior Finance II obtained a new senior secured term loan with an initial aggregate principal amount of \$500.0 million that matures on June 10, 2022 (the "2015 Term Loan"). The 2015 Term Loan accrues interest, at SBA Senior Finance II's election, at either the Base Rate plus 150 basis points (with a Base Rate floor of 1.75%) or the Eurodollar Rate plus 250 basis points (with a Eurodollar Rate floor of 0.75%). The 2015 Term Loan was issued at 99.0% of par value. As of September 30, 2015, the 2015 Term Loan was accruing interest at 3.25% per annum. Principal payments on the 2015 Term Loan commenced on September 30, 2015 and will be made in quarterly installments on the last day of each March, June, September, and December in an amount equal to \$1.3 million. SBA

Senior Finance II has the ability to prepay any or all amounts under the 2015 Term Loan. However, to the extent the 2015 Term Loan is prepaid prior to December 10, 2015 from proceeds of certain refinancing or repricing transactions, a prepayment fee equal to 1.0% of the aggregate principal amount of such prepayment will apply. The Company incurred deferred financing fees of approximately \$5.1 million to date in relation to this transaction which are being amortized through the maturity date.

During the three and nine months ended September 30, 2015, the Company repaid \$1.3 million of principal on the 2015 Term Loan. As of September 30, 2015, the 2015 Term Loan had a principal balance of \$498.8 million.

Secured Tower Revenue Securities

2010 Tower Securities

On April 16, 2010, the Company, through a New York common law trust (the "Trust"), issued \$550.0 million of Secured Tower Revenue Securities Series 2010-2C (the "2010 Tower Securities"). The 2010 Tower Securities have an annual interest rate of 5.101%. The anticipated repayment date and the final maturity date for the 2010 Tower Securities are April 11, 2017 and April 9, 2042, respectively. The sole asset of the Trust consists of a non-recourse mortgage loan made in favor of those entities that are borrowers on the mortgage loan (the "Borrowers"). The Company incurred deferred financing fees of \$8.1 million in relation to this transaction which are being amortized through the anticipated repayment date of the 2010 Tower Securities.

2012 Tower Securities

On August 9, 2012, the Company, through the Trust, issued \$610.0 million of Secured Tower Revenue Securities Series 2012-1C (the "2012 Tower Securities") which have an anticipated repayment date of December 11, 2017 and a final maturity date of December 9, 2042. The fixed interest rate of the 2012 Tower Securities is 2.933% per annum, payable monthly. The Company incurred deferred financing fees of \$14.9 million in relation to this transaction which are being amortized through the anticipated repayment date of the 2012 Tower Securities.

2013 Tower Securities

On April 18, 2013, the Company, through the Trust, issued \$425.0 million of 2.240% Secured Tower Revenue Securities Series 2013-1C which have an anticipated repayment date of April 10, 2018 and a final maturity date of April 9, 2043, \$575.0 million of 3.722% Secured Tower Revenue Securities Series 2013-2C which have an anticipated repayment date of April 11, 2023 and a final maturity date of April 9, 2048, and \$330.0 million of 3.598% Secured Tower Revenue Securities Series 2013-1D which have an anticipated repayment date of April 10, 2018 and a final maturity date of April 9, 2043 (collectively the "2013 Tower Securities"). The aggregate \$1.33 billion of 2013 Tower Securities have a blended interest rate of 3.218% per annum, payable monthly. The Company incurred deferred financing fees of \$25.5 million in relation to this transaction which are being amortized through the anticipated repayment date of each of the 2013 Tower Securities.

2014 Tower Securities

On October 15, 2014, the Company, through the Trust, issued \$920.0 million of 2.898% Secured Tower Revenue Securities Series 2014-1C which have an anticipated repayment date of October 8, 2019 and a final maturity date of October 11, 2044, and \$620.0 million of 3.869% Secured Tower Revenue Securities Series 2014-2C which have an anticipated repayment date of October 8, 2024 and a final maturity date of October 8, 2049 (collectively the "2014 Tower Securities"). The aggregate \$1.54 billion of 2014 Tower Securities have a blended interest rate of 3.289% per annum, payable monthly. The Company incurred deferred financing fees of \$22.5 million in relation to this transaction which are being amortized through the anticipated repayment date of each of the 2014 Tower Securities.

2015 Tower Securities

On October 14, 2015, the Company, through the Trust, issued \$500.0 million of Secured Tower Revenue Securities Series 2015-1C which have an anticipated repayment date of October 8, 2020 and a final maturity date of October 10, 2045 (the "2015 Tower Securities"). The fixed interest rate of the 2015 Tower Securities is 3.156% per annum, payable monthly. The Company has incurred deferred financing fees of \$9.7 million to date in relation to this transaction which are being amortized through the anticipated repayment date of the 2015 Tower Securities. In connection with

the issuance of the 2015 Tower Securities, the advance rents reserve requirement was modified such that the Borrowers will only be required to maintain an advance rents reserve at any time the monthly tenant debt service coverage ratio is equal to or less than 2:1 and for two calendar months after such coverage ratio again exceeds 2:1.

As of September 30, 2015, the Borrowers met the debt service coverage ratio required by the mortgage loan agreement and were in compliance with all other covenants as set forth in the agreement.

4.0% Convertible Senior Notes due 2014

The 4.0% Convertible Senior Notes (the "4.0% Notes") matured and were repaid on October 1, 2014. During the nine months ended September 30, 2015, the Company settled the remaining outstanding warrants originally sold in connection with its 4.0% Notes. The warrants represented approximately 2.1 million underlying shares of Class A common stock, and the Company satisfied its obligations by paying \$150.9 million in cash.

Senior Notes

5.75% Senior Notes

On July 13, 2012, SBA Telecommunications, LLC ("Telecommunications") issued \$800.0 million of unsecured senior notes due July 15, 2020 (the "5.75% Notes"). The 5.75% Notes accrue interest at a rate of 5.75% and were issued at par. Interest on the 5.75% Notes is due semi-annually on July 15 and January 15 of each year. The Company incurred deferred financing fees of \$14.0 million in relation to this transaction which are being amortized through the maturity date.

SBA Communications Corporation ("SBAC") is a holding company with no business operations of its own and its only significant asset is the outstanding capital stock of Telecommunications. Telecommunications is 100% owned by SBAC. SBAC has fully and unconditionally guaranteed the Senior Notes issued by Telecommunications.

5.625% Senior Notes

On September 28, 2012, the Company issued \$500.0 million of unsecured senior notes due October 1, 2019 (the "5.625% Notes"). The 5.625% Notes accrue interest at a rate of 5.625% per annum and were issued at par. Interest on the 5.625% Notes is due semi-annually on April 1 and October 1 of each year. The Company incurred deferred financing fees of \$8.6 million in relation to this transaction which are being amortized through the maturity date.

4.875% Senior Notes

On July 1, 2014, the Company issued \$750.0 million of unsecured senior notes due July 15, 2022 (the "4.875% Notes"). The 4.875% Notes accrue interest at a rate of 4.875% per annum and were issued at 99.178% of par value. Interest on the 4.875% Notes is due semi-annually on January 15 and July 15 of each year. The Company incurred deferred financing fees of \$11.6 million in relation to this transaction which are being amortized through the maturity date.

11.SHAREHOLDERS' EQUITY

Common Stock equivalents

The Company has common stock equivalents related to its outstanding stock options (see Note 12) and restricted stock units. These common stock equivalents were not included in diluted loss per share because the effect would have been anti-dilutive for each of the three and nine months ended September 30, 2015 and 2014.

Stock Repurchases

During the second quarter of 2015, the Company repurchased the remaining \$150.0 million of Class A common stock authorized under its previously announced \$300.0 million stock repurchase plan, completing this plan. The Company repurchased 1.305 million shares at a weighted average price per share of \$114.96.

On June 4, 2015, the Company announced the authorization of a new \$1.0 billion stock repurchase plan. This new plan authorizes the Company to purchase from time to time the Company's outstanding common stock through open market repurchases in compliance with Rule 10b-18 of the Securities Exchange Act of 1934, as amended, and/or in privately negotiated transactions at management's discretion. Shares purchased will be retired.

During the third quarter of 2015, the Company repurchased 2.2 million shares of its Class A common stock for \$250.0 million, at a weighted average price per share of \$113.87. The Company currently has \$750.0 million of repurchase authorization remaining under its \$1.0 billion stock repurchase program.

12.STOCK-BASED COMPENSATION

Stock Options

The Company records compensation expense for employee stock options based on the estimated fair value of the options on the date of grant using the Black-Scholes option-pricing model with the assumptions included in the table below. The Company uses a combination of historical data and historical volatility to establish the expected volatility. Historical data is used to estimate the expected option life and the expected forfeiture rate. The risk-free rate is based on the U.S. Treasury yield curve in effect at the time of grant for the estimated life of the option. The following assumptions were used to estimate the fair value of options granted using the Black-Scholes option-pricing model:

For the nine months ended				
September 30,				
2015	2014			
1.21% - 1.45%	1.15% - 1.37%			
0.0%	0.0%			
20.0%	22.0%			
4.6 years	4.4 years			
	September 30, 2015 1.21% - 1.45% 0.0% 20.0%			

The following table summarizes the Company's activities with respect to its stock option plans for the nine months ended September 30, 2015 as follows (dollars and number of shares in thousands, except for per share data):

		Weighted- Average Exercise	Weighted- Average Remaining	
	Number	Price	Contractual	Aggregate Intrinsic
	of Shares	Per Share	Life (in years)	Value
Outstanding at December 31, 2014	3,275	\$ 66.85		
Granted	1,071	\$ 124.28		
Exercised	(416)	\$ 52.04		
Canceled	(55)	\$ 92.84		
Outstanding at September 30, 2015	3,875	\$ 83.93	4.7	\$ 101,301
Exercisable at September 30, 2015	1,429	\$ 54.56	3.2	\$ 71,696
Unvested at September 30, 2015	2,446	\$ 101.08	5.6	\$ 29,605

The weighted-average per share fair value of options granted during the nine months ended September 30, 2015 was \$24.76. The total intrinsic value for options exercised during the nine months ended September 30, 2015 was \$29.0

million.

Restricted Stock Units

The following table summarizes the Company's restricted stock unit activity for the nine months ended September 30, 2015:

		Weighted- Average Grant Date Fair Value
	Number of	per
	Units	Share
	(in thousands)	
Outstanding at December 31, 2014	295	\$ 73.55
Granted	110	\$ 123.97
Vested	(122)	\$ 64.35
Forfeited/canceled	(6)	\$ 94.25
Outstanding at September 30, 2015	277	\$ 97.12

13.INCOME TAXES

The primary reason for the difference in the Company's effective tax rate and the US statutory rate is a result of the Company having a full valuation allowance on its US net deferred tax assets. The Company has concluded that it is not more likely than not that its deferred tax assets will be realized and has recorded a full valuation allowance. A foreign tax provision is recognized because certain international subsidiaries of the Company have profitable operations or are in a net deferred tax liability position.

14.SEGMENT DATA

The Company operates in two business segments (site leasing and site development) and has three reportable segments (domestic site leasing, international site leasing, and site development). The Company's site leasing segments offer different services than its site development segment, and each are strategic business units. They are managed separately based on the fundamental differences in their operations. The domestic and international site leasing segments include results of the managed and sublease businesses. The site development segment includes the results of both consulting and construction related activities.

Revenues, cost of revenues (exclusive of depreciation, accretion and amortization), capital expenditures (including assets acquired through the issuance of shares of the Company's Class A common stock) and identifiable assets pertaining to the segments in which the Company continues to operate are presented below.

	Domestic Site Leasing	Int'l Site Leasing	Site Development	Not Identified by Segment	Total
For the three months ended September 30, 2015	(in thousan	ds)			
Revenues	\$ 313,131	\$ 58,862	\$ 38,742	\$ —	\$ 410,735
Cost of revenues (2)	63,587	17,759	30,387		111,733
Operating profit	249,544	41,103	8,355		299,002
Selling, general, and administrative	16,601	4,200	2,739	4,332	27,872
Acquisition related adjustments and expenses	253	111			364
Asset impairment and decommission costs	63,225	128			63,353
Depreciation, amortization and accretion	134,734	28,166	780	650	164,330
Operating income (loss)	34,731	8,498	4,836	(4,982)	43,083
Other expense (principally interest expense					
and other expense)				(197,103)	(197,103)
Loss before provision for income taxes					(154,020)
Cash capital expenditures (3)	92,033	35,353	698	2,115	130,199
For the three months ended September 30, 2014					
Revenues	\$ 293,775	\$ 55,235	\$ 44,283	\$ —	\$ 393,293
Cost of revenues (2)	63,108	14,818	33,950	·	111,876
Operating profit	230,667	40,417	10,333		281,417
Selling, general, and administrative	16,456	4,413	3,046	2,674	26,589
Acquisition related adjustments and expenses	2,242	(2,300)			(58)
Asset impairment and decommission costs	5,536	456			5,992
Depreciation, amortization and accretion	128,781	28,792	660	1,177	159,410
Operating income (loss)	77,652	9,056	6,627	(3,851)	89,484
Other expense (principally interest expense					
and other expense)				(105,126)	(105,126)
Loss before provision for income taxes					(15,642)
Cash capital expenditures (3)	113,231	17,514	1,141	8,938	140,824

	Domestic Site Leasing	Int'l Site Leasing	Site Development	Not Identified by Segment	Total
For the nine months ended September 30, 2015	(in thousan	ds)			
Revenues	\$ 926,442	\$ 185,740	\$ 119,351	\$ —	\$ 1,231,533
Cost of revenues (2)	188,841	54,457	91,662		334,960
Operating profit	737,601	131,283	27,689		896,573
Selling, general, and administrative	51,069	12,157	7,475	15,316	86,017
Acquisition related adjustments and expenses	7,295	188	—	—	7,483
Asset impairment and decommission costs	73,781	404	—		74,185
Depreciation, amortization and accretion	401,873	91,636	2,246	2,805	498,560
Operating income (loss)	203,583	26,898	17,968	(18,121)	230,328
Other expense (principally interest expense					
and other expense)				(429,889)	(429,889)
Loss before provision for income taxes					(199,561)
Cash capital expenditures (3)	479,129	78,427	3,429	12,664	573,649
For the nine months ended September 30, 2014					
Revenues	\$ 854,003	\$ 144,778	\$ 123,481	\$ —	\$ 1,122,262
Cost of revenues (2)	185,637	37,412	93,432		316,481
Operating profit	668,366	107,366	30,049	—	805,781
Selling, general, and administrative	48,591	12,518	7,047	8,551	76,707
Acquisition related adjustments and expenses	8,878	1,850			10,728
Asset impairment and decommission costs	12,263	1,291	—		13,554
Depreciation, amortization and accretion	384,117	75,160	1,788	3,793	464,858
Operating income (loss)	214,517	16,547	21,214	(12,344)	239,934
Other expense (principally interest expense					
and other expense)				(259,909)	(259,909)
Loss before provision for income taxes					(19,975)
Cash capital expenditures (3)	449,874	712,920	3,549	15,042	1,181,385

			Not	
Domestic			Identified	
Site	Int'l Site	Site	by	
			Segment	
Leasing	Leasing	Development	(1)	Total

(in thousands)

Assets					
As of September 30, 2015	\$ 5,570,376	\$ 1,557,010	\$ 61,192	\$ 208,179	\$ 7,396,757
As of December 31, 2014	\$ 5,554,753	\$ 1,989,571	\$ 78,633	\$ 218,168	\$ 7,841,125

(1) Assets not identified by segment consist primarily of general corporate assets.

- (2) Excludes depreciation, amortization, and accretion.
- (3) Includes cash paid for capital expenditures and acquisitions and vehicle capital lease additions.

ITEM 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

We are a leading independent owner and operator of wireless communications tower structures, rooftop and other structures that support antennas used for wireless communications, which we collectively refer to as "towers" or "sites." Our principal operations are in the United States and its territories. In addition, we own and operate towers in South America, Central America, and Canada. Our primary business line is our site leasing business, which contributed 96.9% of our total segment operating profit for the nine months ended September 30, 2015. In our site leasing business, we (1) lease antenna space to wireless service providers on towers that we own or operate and (2) manage rooftop and tower sites for property owners under various contractual arrangements. As of September 30, 2015, we owned 25,111 sites, a substantial portion of which have been built by us or built by other tower owners or operators who, like us, have built such towers to lease space to multiple wireless service providers. We also managed or leased approximately 5,500 actual or potential sites, approximately 500 of which were revenue producing as of September 30, 2015. Our other business line is our site development business, through which we assist wireless service providers in developing and maintaining their own wireless service networks.

Site Leasing Services

Our primary focus is the leasing of antenna space on our multi-tenant towers to a variety of wireless service providers under long-term lease contracts in the United States, Canada, Central America, and South America. Site leasing revenues are received primarily from wireless service provider tenants, including AT&T, Sprint, Verizon Wireless, T-Mobile, Oi S.A., Digicel, America Movil, and Telefonica. Wireless service providers enter into tenant leases with us, each of which relates to the lease or use of space at an individual tower. In the United States and Canada, our tenant leases are generally for an initial term of five to ten years with five 5-year renewal periods at the option of the tenant. These tenant leases typically contain specific rent escalators, which average 3-4% per year, including the renewal option periods. Tenant leases in our Central America and South American markets typically have an initial term of ten years with 5-year renewal periods. In Central America, we have similar rent escalators to that of leases in the United States and Canada while our leases in South America escalate in accordance with a standard cost of living index.

In our Central American markets and Ecuador, significantly all of our revenue, expenses, and capital expenditures arising from our new build activities are denominated in U.S. dollars. Specifically, most of our ground leases, tenant leases, and tower-related expenses are due and paid in U.S. dollars. In our Central American markets, our local currency obligations are principally limited to (1) permitting and other local fees, (2) utilities, and (3) taxes. In our Canadian and Brazil operations, significantly all of our revenue, expenses, and capital expenditures, including tenant leases, ground leases, and other tower-related expenses are denominated in local currency.

Cost of site leasing revenue primarily consists of:

- · Rental payments on ground leases and other underlying property interests;
- Straight-line rent adjustment for the difference between rental payments made and the expense recorded as if the payments had been made evenly throughout the lease term (which may include renewal terms) of the underlying property interests;
- · Property taxes;
- Site maintenance and monitoring costs (exclusive of employee related costs);
- · Utilities;
- · Property insurance; and
- · Deferred lease origination cost amortization.

Ground leases are generally for an initial term of five years or more with multiple renewal terms of five-year periods at our option and provide for rent escalators which typically average 2-3% annually, or in our South American markets, adjust in accordance with a standard cost of living index. Ground lease rental expense in our South American markets are reimbursed to us by our customers. As of September 30, 2015, approximately 73% of our tower structures were located on parcels of land that we own, land subject to perpetual easements, or parcels of land in which we have a leasehold interest that extends beyond 20 years. For any given tower, costs are relatively fixed over a monthly or an annual time period. As such, operating costs for owned towers do not generally increase as a result of adding additional customers to the tower. The amount of direct costs associated with operating a tower varies from site to site depending on the taxing jurisdiction and the height and age of the tower. The ongoing maintenance requirements are typically minimal and include replacing lighting systems, painting a tower, or upgrading or repairing an access road or fencing.

As indicated in the table below, our site leasing business generates substantially all of our total segment operating profit. For information regarding our operating segments, see Note 14 of our Condensed Notes to Consolidated Financial Statements included in this quarterly report.

	For the three months ended September 30,		For the nine months ended September 30,	
Segment operating profit as a percentage of total	2015	2014	2015	2014
Domestic site leasing	83.5%	81.9%	82.3%	83.0%
International site leasing	13.7%	14.4%	14.6%	13.3%
Total site leasing	97.2%	96.3%	96.9%	96.3%

We believe that over the long-term, site leasing revenues will continue to grow as wireless service providers lease additional antenna space on our towers due to increasing minutes of network use and data transfer, network expansion and network coverage requirements. We believe our site leasing business is characterized by stable and long-term recurring revenues, predictable operating costs and minimal non-discretionary capital expenditures. Due to the relatively young age and mix of our tower portfolio, we expect future expenditures required to maintain these towers to be minimal. Consequently, we expect to grow our cash flows on existing towers by (1) adding tenants to our towers at minimal incremental costs by using existing tower capacity or requiring wireless service providers to bear all or a portion of the cost of tower modifications and (2) executing monetary amendments as wireless service providers upgrade their equipment. Furthermore, because our towers are strategically positioned and our customers typically do not relocate, we have historically experienced low tenant lease terminations as a percentage of revenue.

Site Development Services

Our site development business, which is conducted in the United States only, is complementary to our site leasing business and provides us the ability to keep in close contact with the wireless service providers who generate substantially all of our site leasing revenue and to capture ancillary revenues that are generated by our site leasing activities, such as antenna and equipment installation at our tower locations. Site development services revenues are earned primarily from providing a full range of end to end services to wireless service providers or companies providing development or project management services to wireless service providers. Our services include: (1) network pre-design; (2) site audits; (3) identification of potential locations for towers and antennas; (4) support in buying or leasing of the location; (5) assistance in obtaining zoning approvals and permits; (6) tower and related site construction; (7) antenna installation; and (8) radio equipment installation, commissioning, and maintenance. We provide site development services at our towers and at towers owned by others.

Critical Accounting Policies and Estimates

We have identified the policies and significant estimation processes listed in the Annual Report on Form 10-K as critical to our business operations and the understanding of our results of operations. The listing is not intended to be a comprehensive list. In many cases, the accounting treatment of a particular transaction is specifically dictated by accounting principles generally accepted in the United States, with no need for management's judgment in their application. In other cases, management is required to exercise judgment in the application of accounting principles with respect to particular transactions. The impact and any associated risks related to these policies on our business

operations is discussed throughout "Management's Discussion and Analysis of Financial Condition and Results of Operations" where such policies affect reported and expected financial results. For a detailed discussion on the application of these and other accounting policies, see Note 2 of our Consolidated Financial Statements contained in our Annual Report on Form 10-K for the year ended December 31, 2014. Our preparation of our financial statements requires us to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of our financial statements, and the reported amounts of revenue and expenses during the reporting periods. Management bases its estimates on historical experience and on various other assumptions that are believed to be reasonable under the circumstances. There can be no assurance that actual results will not differ from those estimates and such differences could be significant.

RESULTS OF OPERATIONS

Three months ended September 30, 2015 compared to three months ended September 30, 2014

Revenues and Segment Operating Profit:

	For the three months ended				
	September 3	30,	Dollar	Percentage	
	2015	2014	Change	Change	
Revenues	(in thousand	10)			
Domestic site leasing	\$ 313,131	\$ 293,775	\$ 19,356	6.6%	
U					
International site leasing	58,862	55,235	3,627	6.6%	
Site development	38,742	44,283	(5,541)	(12.5%)	
Total	\$ 410,735	\$ 393,293	\$ 17,442	4.4%	
Cost of Revenues					
Domestic site leasing	\$ 63,587	\$ 63,108	\$ 479	0.8%	
International site leasing	17,759	14,818	2,941	19.8%	
Site development	30,387	33,950	(3,563)	(10.5%)	
Total	\$ 111,733	\$ 111,876	\$ (143)	(0.1%)	
Operating Profit					
Domestic site leasing	\$ 249,544	\$ 230,667	\$ 18,877	8.2%	
International site leasing	41,103	40,417	686	1.7%	
Site development	8,355	10,333	(1,978)	(19.1%)	

Revenues

Total revenues increased \$17.4 million for the three months ended September 30, 2015, as compared to the prior year, due largely to (i) revenues from 2,398 towers acquired and 640 towers built since July 1, 2014 and (ii) organic site leasing growth from new leases, contractual rent escalators, and monetary lease amendments for additional equipment added to our towers. The increase in total revenues includes the negative impact of \$14.3 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Domestic site leasing revenues increased \$19.4 million for the three months ended September 30, 2015, as compared to the prior year, due largely to (i) revenues from 506 towers acquired and 196 towers built since July 1, 2014 and (ii) organic site leasing growth from new leases, contractual rent escalators, and monetary lease amendments for additional equipment added to our towers.

International site leasing revenues increased \$3.6 million for the three months ended September 30, 2015, as compared to the prior year, due largely to (i) revenues from 1,892 towers acquired, primarily from the acquisition of 1,641 towers from Oi S.A. in December 2014, and 444 towers built since July 1, 2014 and (ii) organic site leasing growth from new leases, contractual rent escalators, and monetary lease amendments for additional equipment added to our towers. The increase in international site leasing revenues includes the negative impact of \$14.3 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Site development revenues decreased \$5.5 million for the three months ended September 30, 2015, as compared to the prior year, as a result of a decrease in the volume of work performed due to the timing of our wireless carrier customers' initiatives.

Operating Profit

Domestic site leasing segment operating profit increased \$18.9 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to additional profit generated by (i) towers acquired and built since July 1, 2014 and organic site leasing growth as noted above, (ii) improving control of our site leasing cost of revenues, and (iii) the positive impact of our ground lease purchase program.

International site leasing segment operating profit increased \$0.7 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to additional profit generated by (i) towers acquired and built since July 1, 2014 and organic site leasing growth as noted above and (ii) the positive impact of our ground lease purchase program, partially offset by increased

costs in the current quarter resulting from the integration of towers acquired in 2014. The increase in international segment operating profit includes the negative impact of \$10.4 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Site development segment operating profit decreased \$2.0 million for the three months ended September 30, 2015 as compared to the prior year, primarily due to a decrease in the volume of work performed due to the timing of our wireless carrier customers' initiatives.

Selling, General, and Administrative Expenses:

For the three months ended September 30, Dollar Percentage 2015 2014 Change Change

(in thousands) Total \$ 27,872 \$ 26,589 \$ 1,283 4.8%

Selling, general, and administrative expenses increased \$1.3 million for the three months ended September 30, 2015, as compared to the prior year, primarily as a result of an increase in personnel, salaries, benefits, non-cash compensation, and other support costs due in large part to our continued portfolio expansion. The increase in selling, general, and administrative expenses includes the positive impact of \$0.6 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Acquisition Related Adjustments and Expenses:

	For the three					
	months ended					
	Septem	ber 30,	Dollar	Percentage		
	2015	2014	Change	Change		
	(in thou	isands)				
Domestic site leasing	\$ 253	\$ 2,242	\$ (1,989)	(88.7%)		
International site leasing	111	(2,300)	2,411	(104.8%)		
Total	\$ 364	\$ (58)	\$ 422	(727.6%)		

For the three

Acquisition related adjustments and expenses increased \$0.4 million for the three months ended September 30, 2015, as compared to the prior year, primarily as a result of changes in our estimated pre-acquisition contingencies, partially offset by a reduction in the number of acquisitions compared to the prior year period.

Asset Impairment and Decommission Costs:

	For the the months en			
	September	r 30,	Dollar	Percentage
	2015	2014	Change	Change
	(in thousa	nds)		
Domestic site leasing	\$ 63,225	\$ 5,536	\$ 57,689	1,042.1%
International site leasing	128	456	(328)	(71.9%)
Total	\$ 63,353	\$ 5,992	\$ 57,361	957.3%
A section and day	ommission	aanta in ana	and \$57 4	million for th

Asset impairment and decommission costs increased \$57.4 million for the three months ended September 30, 2015, as compared to the prior year, primarily as a result of a \$56.7 million impairment charge recorded in the third quarter of 2015 related to fiber assets acquired in the 2012 Mobilitie transaction resulting from the Company's analysis that the future cash flows would not recover the carrying value of the investment.

Depreciation, Accretion, and Amortization Expenses:

	For the three months ended						
	September	30,	Dollar	Percentage			
	2015	2014	Change	Change			
	(in thousands)						
Domestic site leasing	\$ 134,734	\$ 128,781	\$ 5,953	4.6%			
International site leasing	28,166	28,792	(626)	(2.2%)			
Total site leasing	\$ 162,900	\$ 157,573	\$ 5,327	3.4%			
Site development	780	660	120	18.2%			
Not identified by segment	650	1,177	(527)	(44.8%)			
Total	\$ 164,330	\$ 159,410	\$ 4,920	3.1%			

Depreciation, accretion, and amortization expense increased \$4.9 million for the three months ended September 30, 2015, as compared to the prior year, due to the increase in the number of towers we acquired and built since July 1, 2014. The increase in depreciation, accretion, and amortization expense includes the positive impact of \$7.6 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Operating Income:

	For the three months ended			
	September	· 30,	Dollar	Percentage
	2015	2014	Change	Change
	(in thousar	nds)		
Domestic site leasing	\$ 34,731	\$ 77,652	\$ (42,921)	(55.3%)
International site leasing	8,498	9,056	(558)	(6.2%)
Total site leasing	\$ 43,229	\$ 86,708	\$ (43,479)	(50.1%)
Site development	4,836	6,627	(1,791)	(27.0%)
Not identified by segment	(4,982)	(3,851)	(1,131)	29.4%
Total	\$ 43,083	\$ 89,484	\$ (46,401)	(51.9%)

Domestic site leasing operating income decreased \$42.9 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to an increase in asset impairment and decommission costs and depreciation, accretion, and amortization expense, partially offset by higher segment operating profit and a decrease in acquisition related adjustments and expenses.

International site leasing operating income decreased \$0.6 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to an increase in acquisition related adjustments and expenses, partially offset by higher segment operating profit and decreases in asset impairment and decommission costs and depreciation,

accretion, and amortization expense. The decrease in international site leasing operating income includes the negative impact of \$3.1 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Site development operating income decreased \$1.8 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to lower segment operating profit and an increase in depreciation, accretion, and amortization expense, partially offset by a decrease in selling, general, and administrative expenses.

Other Income (Expense):

	For the three ended September 3		Dollar	Percentage
	2015	2014	Change	Change
	(in thousand	s)		
Interest income	\$ 1,276	\$ 161	\$ 1,115	692.5%
Interest expense	(81,877)	(78,170)	(3,707)	4.7%
Non-cash interest expense	(449)	(8,236)	7,787	(94.5%)
Amortization of deferred financing fees	(4,803)	(4,599)	(204)	4.4%
Loss from extinguishment of debt, net		(14,893)	14,893	(100.0%)
Other (expense) income, net	(111,250)	611	(111,861)	(18,307.9%)
Total	\$ (197,103)	\$ (105,126)	\$ (91,977)	87.5%

Interest income increased \$1.1 million due to a higher amount of investments held and a higher average interest rate on those investments held for the three months ended September 30, 2015 as compared to the prior year period.

Interest expense increased \$3.7 million due to the higher average principal amount of cash-interest bearing debt outstanding for the three months ended September 30, 2015 compared to the prior year, primarily resulting from the issuance of the 2014 Tower Securities in October 2014 and the borrowing of the 2015 Term Loan in June 2015, partially offset by the full repayment of the 2010-1C Tower Securities, the full redemption of the 8.25% Notes, and the settlement of a portion of the 4.0% Notes during the prior year period.

Non-cash interest expense decreased \$7.8 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to the maturity of the 4.0% Notes during the prior year period.

Loss from extinguishment of debt decreased \$14.9 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to the early redemption of the 8.25% Notes during the prior year period.

Other expense increased by \$111.9 million for the three months ended September 30, 2015, as compared to the prior year, primarily due to a \$112.1 million loss related to the remeasurement of an intercompany loan not denominated in the functional currency during the three months ended September 30, 2015.

Net Loss:

For the three	e months		
ended			
September 3	30,	Dollar	Percentage
2015	2014	Change	Change

(in thousands) Net loss \$ (155,946) \$ (16,624) \$ (139,322) 838.1%

Net loss was \$155.9 million for the three months ended September 30, 2015 as compared to a net loss of \$16.6 million in the prior year, an increase of \$139.3 million. The increase is primarily due to increases in other expense, asset impairment and decommission costs, depreciation, accretion, and amortization expense, and selling, general and administrative expenses, partially offset by an increase in our total segment operating profit as compared to the prior year period. The increase in net loss includes the negative impact of \$108.8 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Nine months ended September 30, 2015 compared to nine months ended September 30, 2014

Revenues and Segment Operating Profit:

	For the nine r September 30		Dollar	Percentage
	2015	2014	Change	Change
Revenues	(in thousands)		
Domestic site leasing	\$ 926,442	\$ 854,003	\$ 72,439	8.5%
International site leasing	185,740	144,778	40,962	28.3%
Site development	119,351	123,481	(4,130)	(3.3%)
Total	\$ 1,231,533	\$ 1,122,262	\$ 109,271	9.7%
Cost of Revenues				
Domestic site leasing	\$ 188,841	\$ 185,637	\$ 3,204	1.7%
International site leasing	54,457	37,412	17,045	45.6%
Site development	91,662	93,432	(1,770)	(1.9%)
Total	\$ 334,960	\$ 316,481	\$ 18,479	5.8%
Operating Profit				
Domestic site leasing	\$ 737,601	\$ 668,366	\$ 69,235	10.4%
International site leasing	131,283	107,366	23,917	22.3%
Site development	27,689	30,049	(2,360)	(7.9%)

Revenues

Total revenues increased \$109.3 million for the nine months ended September 30, 2015, as compared to the prior year, due largely to (i) revenues from 4,631 towers acquired and 748 towers built since January 1, 2014 and (ii) organic site leasing growth from new leases, contractual rent escalators, and monetary lease amendments for additional equipment added to our towers. The increase in total revenues includes the negative impact of \$29 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Domestic site leasing revenues increased \$72.4 million for the nine months ended September 30, 2015, as compared to the prior year, due largely to (i) revenues from 723 towers acquired and 244 towers built since January 1, 2014 and (ii) organic site leasing growth from new leases, contractual rent escalators, and monetary lease amendments for additional equipment added to our towers.

International site leasing revenues increased \$41.0 million for the nine months ended September 30, 2015, as compared to the prior year, due largely to (i) revenues from 3,908 towers acquired, primarily the acquisition of 3,648 towers from Oi S.A. in March 2014 and December 2014, and 504 towers built since January 1, 2014 and (ii) organic site leasing growth from new leases, contractual rent escalators, and monetary lease amendments for additional

equipment added to our towers. The increase in international site leasing revenues includes the negative impact of \$29 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Site development revenues decreased \$4.1 million for the nine months ended September 30, 2015, as compared to the prior year, as a result of a decrease in the volume of work performed due to the timing of our wireless carrier customers' initiatives.

Operating Profit

Domestic site leasing segment operating profit increased \$69.2 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to additional profit generated by (i) towers acquired and built since January 1, 2014 and organic site leasing growth as noted above, (ii) improving control of our site leasing cost of revenues, and (iii) the positive impact of our ground lease purchase program.

International site leasing segment operating profit increased \$23.9 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to additional profit generated by (i) towers acquired and built since January 1, 2014 and organic site leasing growth as noted above and (ii) the positive impact of our ground lease purchase program, partially offset by increased costs resulting from the integration of towers acquired in 2014. The increase in international segment operating profit includes the negative impact of \$21.3 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Site development segment operating profit decreased \$2.4 million for the nine months ended September 30, 2015 as compared to the prior year, primarily due to lower services revenue.

Selling, General, and Administrative Expenses:

For the nine months ended September 30, Dollar Percentage 2015 2014 Change Change

(in thousands) Total \$ 86,017 \$ 76,707 \$ 9,310 12.1%

Selling, general, and administrative expenses increased \$9.3 million for the nine months ended September 30, 2015, as compared to the prior year, primarily as a result of an increase in personnel, salaries, benefits, non-cash compensation, and other support costs due in large part to our continued portfolio expansion. The increase in selling, general, and administrative expenses includes the positive impact of \$1.3 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Acquisition Related Adjustments and Expenses:

	For the n ended Septembe	ine months	Dollar	Percentage
	2015	2014	Change	Change
	(in thous	ands)		
Domestic site leasing	\$ 7,295	\$ 8,878	\$ (1,583)	(17.8%)
International site leasing	188	1,850	(1,662)	(89.8%)
Total	\$ 7,483	\$ 10,728	\$ (3,245)	(30.2%)

Acquisition related adjustments and expenses decreased \$3.2 million for the nine months ended September 30, 2015, as compared to the prior year, primarily as a result of a reduction in the number of acquisitions compared to the prior year period, as well as, changes in our estimated pre-acquisition contingencies. The decrease in acquisition related adjustments and expenses includes the negative impact of \$0.4 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Asset Impairment and Decommission Costs:

	For the nir ended	ne months		
	September	: 30,	Dollar	Percentage
	2015	2014	Change	Change
		1 \		
	(in thousa	,		
Domestic site leasing	\$ 73,781	\$ 12,263	\$ 61,518	501.7%
International site leasing	404	1,291	(887)	(68.7%)
Total	\$ 74,185	\$ 13,554	\$ 60,631	447.3%

Asset impairment and decommission costs increased \$60.6 million for the nine months ended September 30, 2015, as compared to the prior year, primarily as a result of a \$56.7 million impairment charge recorded in the third quarter of 2015 related to fiber assets acquired in the 2012 Mobilitie transaction resulting from the Company's analysis that the future cash flows would not recover the carrying value of the investment. In addition, the increase in the asset impairment and decommission costs includes \$1.2 million in exit costs related to our former corporate headquarters building.

Depreciation, Accretion, and Amortization Expenses:

For the nine months ended			
September	30,	Dollar	Percentage
2015	2014	Change	Change
(in thousand	ds)		
\$ 401,873	\$ 384,117	\$ 17,756	4.6%
91,636	75,160	16,476	21.9%
\$ 493,509	\$ 459,277	\$ 34,232	7.5%
2,246	1,788	458	25.6%
2,805	3,793	(988)	(26.0%)
\$ 498,560	\$ 464,858	\$ 33,702	7.2%
	ended September 2015 (in thousand \$ 401,873 91,636 \$ 493,509 2,246 2,805	ended September 30, 2015 2014 (in thousands) \$ 401,873 \$ 384,117 91,636 75,160 \$ 493,509 \$ 459,277 2,246 1,788 2,805 3,793	ended September 30, Dollar 2015 2014 Change (in thousands) \$ 401,873 \$ 384,117 \$ 17,756 91,636 75,160 16,476 \$ 493,509 \$ 459,277 \$ 34,232 2,246 1,788 458 2,805 3,793 (988)

Depreciation, accretion, and amortization expense increased \$33.7 million for the nine months ended September 30, 2015, as compared to the prior year, due to the increase in the number of towers we acquired and built since January 1, 2014. The increase in depreciation, accretion, and amortization expense includes the positive impact of \$15.3 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Operating Income:

	For the nine ended	emonths		
	September 2	30,	Dollar	Percentage
	2015	2014	Change	Change
	(in thousand	ds)		
Domestic site leasing	\$ 203,583	\$ 214,517	\$ (10,934)	(5.1%)
International site leasing	26,898	16,547	10,351	62.6%
Total site leasing	\$ 230,481	\$ 231,064	\$ (583)	(0.3%)
Site development	17,968	21,214	(3,246)	(15.3%)
Not identified by segment	(18,121)	(12,344)	(5,777)	46.8%
Total	\$ 230,328	\$ 239,934	\$ (9,606)	(4.0%)

Domestic site leasing operating income decreased \$10.9 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to increases in asset impairment and decommission costs, depreciation, accretion, and amortization expense, and selling, general, and administrative expenses, partially offset by higher segment operating profit and a reduction in acquisition related adjustments and expenses.

International site leasing operating income increased \$10.4 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to higher segment operating profit and a reduction in acquisition related adjustments and expenses, partially offset by an increase in depreciation, accretion, and amortization expense. The

increase in international site leasing operating income includes the negative impact of \$4.4 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Site development operating income decreased \$3.2 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to a decrease in segment operating profit, as well as increases in selling, general, and administrative expenses and depreciation, accretion, and amortization expense.

Other Income (Expense):

	For the nine ended September 3		Dollar	Percentage
	2015	2014	Change	Change
	(in thousand	s)		
Interest income	\$ 2,284	\$ 428	\$ 1,856	433.6%
Interest expense	(238,439)	(215,695)	(22,744)	10.5%
Non-cash interest expense	(1,051)	(26,832)	25,781	(96.1%)
Amortization of deferred financing fees	(13,973)	(13,114)	(859)	6.6%
Loss from extinguishment of debt, net		(25,080)	25,080	(100.0%)
Other (expense) income, net	(178,710)	20,384	(199,094)	(976.7%)
Total	\$ (429,889)	\$ (259,909)	\$ (169,980)	65.4%

Interest income increased \$1.9 million due to a higher amount of investments held and a higher average interest rate on those investments held for the nine months ended September 30, 2015 as compared to the prior year period.

Interest expense increased \$22.7 million due to the higher average principal amount of cash-interest bearing debt outstanding for the nine months ended September 30, 2015 compared to the prior year, primarily resulting from the issuance of the 2014 Tower Securities in October 2014, the 2015 Term Loan in June 2015, and the 4.875% Notes, partially offset by the full repayment of the 2010-1C Tower Securities, the full redemption of the 8.25% Notes, and the settlement of the 4.0% Notes during the prior year period.

Non-cash interest expense decreased \$25.8 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to the maturity of the 4.0% Notes during the prior year period.

Loss from extinguishment of debt decreased \$25.1 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to the repayment of the 2011 Term Loan and the 2012-2 Term Loan, maturity of the 4.0% Notes, and the early redemption of the 8.25% Notes during the prior year period.

Other expense increased by \$199.1 million for the nine months ended September 30, 2015, as compared to the prior year, primarily due to a \$180.4 million loss related to the remeasurement of an intercompany loan not denominated in the functional currency during the nine months ended September 30, 2015, as well as, a \$17.9 million gain realized on the settlement of two foreign currency contracts entered into to hedge the purchase price of the Oi S.A. acquisition in Brazil, which were entered into and settled during the first quarter of 2014.

Net Loss:

For the nine months ended September 30, Dollar Percentage 2015 2014 Change Change (in thousands)

Net loss \$ (206,673) \$ (24,685) \$ (181,988) 737.2%

Net loss was \$206.7 million for the nine months ended September 30, 2015 as compared to a net loss of \$24.7 million in the prior year, an increase of \$182.0 million. The increase is primarily due to increases in other expense, asset impairment and decommission costs, depreciation, accretion, and amortization expense, and selling, general and administrative expenses, partially offset by an increase in our total segment operating profit and a decrease in acquisition related adjustments and expenses as compared to the prior year period. The increase in net loss includes the negative impact of \$175.7 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

NON-GAAP FINANCIAL MEASURES

This report contains information regarding a non-GAAP measure, Adjusted EBITDA. We have provided below a description of Adjusted EBITDA, a reconciliation of Adjusted EBITDA to its most directly comparable GAAP measure and an explanation as to why management utilizes this measure.

Adjusted EBITDA

We define Adjusted EBITDA as net (loss) income excluding the impact of non-cash straight-line leasing revenue, non-cash straight-line ground lease expense, non-cash compensation, net loss from extinguishment of debt, other income and expenses, acquisition related adjustments and expenses, asset impairment and decommission costs, interest income, interest expenses, depreciation, accretion, and amortization, and provision for or benefit from taxes.

We believe that Adjusted EBITDA is an indicator of the financial performance of our core businesses. Adjusted EBITDA is a component of the calculation that has been used by our lenders to determine compliance with certain covenants under our Senior Credit Agreement and the indentures relating to our 5.625% Notes, 5.75% Notes, and 4.875% Notes. Adjusted EBITDA is not intended to be an alternative measure of operating income or gross profit margin as determined in accordance with GAAP.

	For the three ended September 3	0,	Dollar	Percentage
	2015	2014	Change	Change
	(in thousand	s)		
Net loss	\$ (155,946)	\$ (16,624)	\$ (139,322)	838.1%
Non-cash straight-line leasing revenue	(11,642)	(16,489)	4,847	(29.4%)
Non-cash straight-line ground lease expense	8,555	9,225	(670)	(7.3%)
Non-cash compensation	6,702	6,416	286	4.5%
Loss from extinguishment of debt, net		14,893	(14,893)	(100.0%)
Other expense (income)	111,250	(611)	111,861	(18,307.9%)
Acquisition related adjustments and expenses	364	(58)	422	(727.6%)
Asset impairment and decommission costs	63,353	5,992	57,361	957.3%
Interest income	(1,276)	(161)	(1,115)	692.5%
Interest expense (1)	87,129	91,005	(3,876)	(4.3%)
Depreciation, accretion, and amortization	164,330	159,410	4,920	3.1%
Provision for taxes (2)	2,369	1,342	1,027	76.5%
Adjusted EBITDA	\$ 275,188	\$ 254,340	\$ 20,848	

For the nine	months		
ended			
September 30	О,	Dollar	Percentage
2015	2014	Change	Change

	(in thousands	5)		
Net loss	\$ (206,673)	\$ (24,685)	\$ (181,988)	737.2%
Non-cash straight-line leasing revenue	(39,101)	(42,734)	3,633	(8.5%)
Non-cash straight-line ground lease expense	25,794	27,370	(1,576)	(5.8%)
Non-cash compensation	21,903	17,231	4,672	27.1%
Loss from extinguishment of debt, net		25,080	(25,080)	(100.0%)
Other expense (income)	178,710	(20,384)	199,094	(976.7%)
Acquisition related adjustments and expenses	7,483	10,728	(3,245)	(30.2%)
Asset impairment and decommission costs	74,185	13,554	60,631	447.3%
Interest income	(2,284)	(428)	(1,856)	433.6%
Interest expense (1)	253,463	255,641	(2,178)	(0.9%)
Depreciation, accretion, and amortization	498,560	464,858	33,702	7.2%
Provision for taxes (2)	8,415	5,832	2,583	44.3%
Adjusted EBITDA	\$ 820,455	\$ 732,063	\$ 88,392	

(1) Interest expense includes interest expense, non-cash interest expense, and amortization of deferred financing fees.

(2) Provision for taxes includes \$443 and \$360 of franchise taxes for the three months ended September 30, 2015 and 2014, respectively, and \$1,303 and \$1,122 of franchise taxes for the nine months ended September 30, 2015 and 2014, respectively, reflected in selling, general, and administrative expenses on the Consolidated Statement of Operations.

Adjusted EBITDA was \$275.2 million for the three months ended September 30, 2015 as compared to \$254.3 million for the three months ended September 30, 2014. The increase of \$20.8 million is primarily the result of increased segment operating profit from our domestic site leasing and international site leasing segments, partially offset by the decrease in our site development segment operating profit and the increase in our cash selling, general, and administrative expenses. The increase in Adjusted EBITDA includes the negative impact of \$7.8 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

Adjusted EBITDA was \$820.5 million for the nine months ended September 30, 2015 as compared to \$732.1 million for the nine months ended September 30, 2014. The increase of \$88.4 million is primarily the result of increased segment operating profit from our domestic site leasing and international site leasing segments, partially offset by the decrease in our site development segment operating profit and the increase in our cash selling, general, and administrative expenses. The increase in Adjusted EBITDA includes the negative impact of \$15.8 million from fluctuations in foreign currency exchange rates as compared to the prior year period.

LIQUIDITY AND CAPITAL RESOURCES

SBA Communications Corporation ("SBAC") is a holding company with no business operations of its own. SBAC's only significant asset is the outstanding capital stock of SBA Telecommunications, LLC ("Telecommunications"), which is also a holding company that owns equity interests in entities that directly or indirectly own all of our domestic and international towers and assets. We conduct all of our business operations through Telecommunications' subsidiaries. Accordingly, our only source of cash to pay our obligations, other than financings, is distributions with respect to our ownership interest in our subsidiaries from the net earnings and cash flow generated by these subsidiaries.

A summary of our cash flows is as follows:

	For the nine months ended September 30,	
	2015	2014
	(in thousands)	
Cash provided by operating activities	\$ 534,737	\$ 485,288
Cash used in investing activities	(566,73	1) (1,163,986)
Cash provided by financing activities	78,513	990,363
Increase in cash and cash equivalents	46,519	311,665
Effect of exchange rate changes on cash and cash equivalents	(12,691) 16,480
Cash and cash equivalents, beginning of the period	39,443	122,112
Cash and cash equivalents, end of the period	\$ 73,271	\$ 450,257

Operating Activities

Cash provided by operating activities was \$534.7 million for the nine months ended September 30, 2015 as compared to \$485.3 million for the nine months ended September 30, 2014. This increase was primarily due to an increase in segment operating profit from domestic site leasing and international site leasing operating segments and a decrease in

acquisition related adjustments and expenses partially offset by increases in cash outflows associated with working capital changes, increased selling, general, and administrative expenses, and increased cash interest payments relating to the higher average amount of cash-interest bearing debt outstanding for the nine months ended September 30, 2015 compared to the nine months ended September 30, 2014.

Investing Activities

A detail of our cash capital expenditures is as follows:

	For the nine months ended September 30,		
	2015	2014	
	(in thousands)		
Acquisitions (1)	\$ 358,675	\$ 1,019,733	
Construction and related costs on new tower builds	76,688	57,953	
Augmentation and tower upgrades	48,693	42,257	
Land buyouts (2)	50,036	29,015	
Refurbishment of headquarters building	12,288	11,131	
Tower maintenance	21,363	14,205	
General corporate	3,279	5,801	
Total cash capital expenditures	\$ 571,022	\$ 1,180,095	

(1) Included in our cash capital expenditures for the nine months ended September 30, 2014 is \$673.9 million related to our acquisition of 2,007 towers from Oi S.A. which closed on March 31, 2014.

(2) Excludes \$12.7 million and \$7.8 million spent on ground lease extensions and term easements on land underlying our towers for the nine months ended September 30, 2015 and 2014, respectively.

Subsequent to September 30, 2015, we acquired 24 towers for \$19.8 million in cash.

During all of 2015, inclusive of the capital expenditures made during the nine months ended September 30, 2015, we expect to incur non-discretionary cash capital expenditures associated with tower maintenance and general corporate expenditures of \$32.6 million to \$33.6 million and discretionary cash capital expenditures, based on current acquisition obligations, planned new tower construction, forecasted tower augmentations, and forecasted ground lease purchases, of \$801.4 million to \$811.4 million as well as potential, additional tower acquisitions not yet under contract. We expect to fund these cash capital expenditures from cash on hand, cash flow from operations, and borrowings under the Revolving Credit Facility or new financings. The exact amount of our future cash capital expenditures will depend on a number of factors including amounts necessary to support our tower portfolio, our new tower build and acquisition programs, and our ground lease purchase program.

Financing Activities

On February 5, 2015, we entered into an amendment to our Revolving Credit Facility to (1) increase the size of the facility by \$230.0 million to \$1.0 billion, (2) extend the maturity date to February 5, 2020, and (3) lower the applicable interest rate margins and commitment fees depending on Borrower leverage (as defined in the Senior Credit Agreement).

During the nine months ended September 30, 2015, we borrowed \$770.0 million and repaid \$615.0 million under the Revolving Credit Facility. As of September 30, 2015, we had \$280.0 million outstanding under the \$1.0 billion Revolving Credit Facility. Subsequent to September 30, 2015, we repaid the \$280.0 million balance outstanding under

the Revolving Credit Facility with proceeds from the 2015 Tower Securities (as defined below), and as of the date of this filing, no amounts were outstanding under the Revolving Credit Facility.

On June 10, 2015, we, through our wholly owned subsidiary, SBA Senior Finance II LLC, obtained a new senior secured Term Loan with an aggregate principal amount of \$500.0 million that was issued at 99.0% of par value and matures on June 10, 2022 (the "2015 Term Loan"). Net proceeds from the 2015 Term Loan were used to repay \$490.0 million of the outstanding balance under our Revolving Credit Facility.

During the first quarter of 2015, we settled the remaining outstanding warrants originally sold in connection with the 4.0% Notes. The warrants represented approximately 2.1 million underlying shares of Class A common stock, and we satisfied our obligations by paying \$150.9 million in cash.

During the second quarter of 2015, we repurchased the remaining \$150.0 million of our Class A common stock authorized under our \$300.0 million stock repurchase plan, completing this plan.

On June 4, 2015, we announced the authorization of a new \$1.0 billion stock repurchase plan. This new plan authorizes us to purchase from time to time our outstanding common stock through open market repurchases in compliance with Rule 10b-18 under the Securities Exchange Act of 1934, as amended, and/or in privately negotiated transactions at management's discretion. Shares purchased will be retired.

During the third quarter of 2015, we repurchased 2.2 million shares of our Class A common stock for \$250.0 million at a weighted average price per share of \$113.87. We currently have \$750.0 million of repurchase authorization remaining under our \$1.0 billion stock repurchase program. Since the beginning of 2015, we have reduced our shares of Class A common stock outstanding from 129.1 million to 126.1 million through stock repurchases.

On October 14, 2015, we, through our existing SBA Tower Trust, issued \$500.0 million of 3.156% Secured Tower Revenue Securities Series 2015-1C which have an anticipated repayment date of October 8, 2020 and a final maturity date of October 10, 2045 (the "2015 Tower Securities"). Net proceeds from this offering were used to make a cash distribution to SBA Guarantor LLC which were further distributed (1) to repay outstanding amounts on the Revolving Credit Facility of SBA Senior Finance II LLC and (2) for general corporate purposes.

Registration Statements

We have on file with the Commission a shelf registration statement on Form S-4 registering shares of Class A common stock that we may issue in connection with the acquisition of wireless communication towers or antenna sites and related assets or companies who own wireless communication towers, antenna sites, or related assets. During the nine months ended September 30, 2015, we did not issue any shares of Class A common stock under this registration statement. As of September 30, 2015, we had approximately 1.7 million shares of Class A common stock remaining under this shelf registration statement.

On March 3, 2015, we filed with the Commission an automatic shelf registration statement for well-known seasoned issuers on Form S-3ASR. This registration statement enables us to issue shares of our Class A common stock, preferred stock or debt securities either separately or represented by warrants, or depositary shares as well as units that include any of these securities. Under the rules governing automatic shelf registration statements, we will file a prospectus supplement and advise the Commission of the amount and type of securities each time we issue securities under this registration statement. No shares were issued under this registration statement through the date of this filing.

Debt Instruments and Debt Service Requirements

Revolving Credit Facility under the Senior Credit Agreement

The Revolving Credit Facility is governed by the Senior Credit Agreement. On February 5, 2015, SBA Senior Finance II entered into the 2015 Revolving Refinancing Amendment with several banks and other financial institutions or entities from time to time parties to the Senior Credit Agreement to, among other things, (i) increase the availability under our Revolving Credit Facility from \$770.0 million to \$1.0 billion, (ii) extend the maturity date of the Revolving Credit Facility to February 5, 2020, (iii) provide for the ability to borrow in U.S. dollars and certain designated foreign currencies, and (iv) lower the applicable interest rate margins and commitment fees under the Revolving Credit Facility.

As amended February 2015, the Revolving Credit Facility consists of a revolving loan under which up to \$1.0 billion aggregate principal amount may be borrowed, repaid and redrawn, subject to compliance with specific financial ratios and the satisfaction of other customary conditions to borrowing. Amounts borrowed under the Revolving Credit Facility accrue interest, at SBA Senior Finance II's election, at either (i) the Eurodollar Rate plus a margin that ranges

from 137.5 basis points to 200.0 basis points or (ii) the Base Rate plus a margin that ranges from 37.5 basis points to 100.0 basis points, in each case based on the ratio of Consolidated Total Debt to Annualized Borrower EBITDA, calculated in accordance with the Senior Credit Agreement. In addition, SBA Senior Finance II is required to pay a commitment fee of 0.25% per annum on the amount of unused commitment. If not earlier terminated by SBA Senior Finance II, the Revolving Credit Facility will terminate on, and SBA Senior Finance II will repay all amounts outstanding on or before, February 5, 2020. The proceeds available under the Revolving Credit Facility may be used for general corporate purposes. SBA Senior Finance II may, from time to time, borrow from and repay the Revolving Credit Facility. Consequently, the amount outstanding under the Revolving Credit Facility at the end of a period may not be reflective of the total amounts outstanding during such period. As of September 30, 2015, the Revolving Credit Facility was accruing interest at 2.28% per annum.

During the three and nine months ended September 30, 2015, we borrowed \$320.0 million and \$770.0 million, respectively, under the Revolving Credit Facility and repaid \$80.0 million and \$615.0 million, respectively, of the outstanding balance under the Revolving Credit Facility. As of September 30, 2015, \$280.0 million was outstanding under the Revolving Credit Facility.

Subsequent to September 30, 2015, we repaid the \$280.0 million balance outstanding on the Revolving Credit Facility with proceeds from the 2015 Tower Securities, and as of the date of this filing, no amounts were outstanding under the Revolving Credit Facility.

As of September 30, 2015, SBA Senior Finance II was in compliance with the financial covenants contained in the Senior Credit Agreement.

Term Loans under the Senior Credit Agreement

2012-1 Term Loan

The 2012-1 Term Loan consists of a senior secured term loan with an initial aggregate principal amount of \$200.0 million that matures on May 9, 2017. The 2012-1 Term Loan accrues interest, at SBA Senior Finance II's election, at either the Base Rate plus a margin that ranges from 100 to 150 basis points or the Eurodollar Rate plus a margin that ranges from 200 to 250 basis points, in each case based on the ratio of Consolidated Total Debt to Annualized Borrower EBITDA (calculated in accordance with the Senior Credit Agreement). As of September 30, 2015, the 2012-1 Term Loan was accruing interest at 2.70% per annum. Principal payments on the 2012-1 Term Loan commenced on September 30, 2012 and are being made in quarterly installments on the last day of each March, June, September, and December, in an amount equal to \$2.5 million for each of the first eight quarters, \$3.8 million for the next four quarters and \$5.0 million for each quarter thereafter. SBA Senior Finance II has the ability to prepay any or all amounts under the 2012-1 Term Loan without premium or penalty. The 2012-1 Term Loan was issued at par. We incurred deferred financing fees of \$2.7 million in relation to this transaction which are being amortized through the maturity date.

During the three and nine months ended September 30, 2015, we repaid \$5.0 million and \$12.5 million, respectively, of principal on the 2012-1 Term Loan. As of September 30, 2015, the 2012-1 Term Loan had a principal balance of \$160.0 million.

2014 Term Loan

The 2014 Term Loan consists of a senior secured term loan with an initial aggregate principal amount of \$1.5 billion that matures on March 24, 2021. The 2014 Term Loan accrues interest, at SBA Senior Finance II's election, at either the Base Rate plus 150 basis points (with a Base Rate floor of 1.75%) or the Eurodollar Rate plus 250 basis points (with a Eurodollar Rate floor of 0.75%). The 2014 Term Loan was issued at 99.75% of par value. As of September 30, 2015, the 2014 Term Loan was accruing interest at 3.25% per annum. Principal payments on the 2014 Term Loan commenced on September 30, 2014 and are being made in quarterly installments on the last day of each March, June, September, and December in an amount equal to \$3.8 million. SBA Senior Finance II has the ability to prepay any or all amounts under the 2014 Term Loan without premium or penalty. We incurred deferred financing fees of approximately \$12.9 million in relation to this transaction which are being amortized through the maturity date.

During the three and nine months ended September 30, 2015, we repaid \$3.8 million and \$11.3 million, respectively, of principal on the 2014 Term Loan. As of September 30, 2015, the 2014 Term Loan had a principal balance of \$1.5 billion.

2015 Term Loan

On June 10, 2015, SBA Senior Finance II obtained a new senior secured term loan with an initial aggregate principal amount of \$500.0 million that matures on June 10, 2022. The 2015 Term Loan accrues interest, at SBA Senior Finance II's election, at either the Base Rate plus 150 basis points (with a Base Rate floor of 1.75%) or the Eurodollar

Rate plus 250 basis points (with a Eurodollar Rate floor of 0.75%). The 2015 Term Loan was issued at 99.0% of par value. As of September 30, 2015, the 2015 Term Loan was accruing interest at 3.25% per annum. Principal payments on the 2015 Term Loan commenced on September 30, 2015 and will be made in quarterly installments on the last day of each March, June, September, and December in an amount equal to \$1.3 million. SBA Senior Finance II has the ability to prepay any or all amounts under the 2015 Term Loan. However, to the extent the 2015 Term Loan is prepaid prior to December 10, 2015 from proceeds of certain refinancing or repricing transactions, a prepayment fee equal to 1.0% of the aggregate principal amount of such prepayment will apply. We incurred deferred financing fees of approximately \$5.1 million to date in relation to this transaction which are being amortized through the maturity date.

During the three and nine months ended September 30, 2015, we repaid \$1.3 million of principal on the 2015 Term Loan. As of September 30, 2015, the 2015 Term Loan had a principal balance of \$498.8 million.

Secured Tower Revenue Securities

2010 Tower Securities

On April 16, 2010, we, through a New York common law trust (the "Trust"), issued \$550.0 million of Secured Tower Revenue Securities Series 2010-2C (the "2010 Tower Securities"). The 2010 Tower Securities have an annual interest rate of 5.101%. The anticipated repayment date and the final maturity date for the 2010 Tower Securities are April 11, 2017 and April 9, 2042, respectively. The sole asset of the Trust consists of a non-recourse mortgage loan made in favor of those entities that are borrowers on the mortgage loan (the "Borrowers"). We incurred deferred financing fees of \$8.1 million in relation to this transaction which are being amortized through the anticipated repayment date of the 2010 Tower Securities.

2012 Tower Securities

On August 9, 2012, we, through the Trust, issued \$610.0 million of Secured Tower Revenue Securities Series 2012-1C (the "2012 Tower Securities") which have an anticipated repayment date of December 11, 2017 and a final maturity date of December 9, 2042. The fixed interest rate of the 2012 Tower Securities is 2.933% per annum, payable monthly. We incurred deferred financing fees of \$14.9 million in relation to this transaction which are being amortized through the anticipated repayment date of the 2012 Tower Securities.

2013 Tower Securities

On April 18, 2013, we, through the Trust, issued \$425.0 million of 2.240% Secured Tower Revenue Securities Series 2013-1C which have an anticipated repayment date of April 10, 2018 and a final maturity date of April 9, 2043, \$575.0 million of 3.722% Secured Tower Revenue Securities Series 2013-2C which have an anticipated repayment date of April 11, 2023 and a final maturity date of April 9, 2048, and \$330.0 million of 3.598% Secured Tower Revenue Securities Series 2013-1D which have an anticipated repayment date of April 9, 2048, and \$330.0 million of 3.598% Secured Tower Revenue Securities Series 2013-1D which have an anticipated repayment date of April 10, 2018 and a final maturity date of April 9, 2043 (collectively the "2013 Tower Securities"). The aggregate \$1.33 billion of 2013 Tower Securities have a blended interest rate of 3.218% per annum, payable monthly. We incurred deferred financing fees of \$25.5 million in relation to this transaction which are being amortized through the anticipated repayment date of each of the 2013 Tower Securities.

2014 Tower Securities

On October 15, 2014, we, through the Trust, issued \$920.0 million of 2.898% Secured Tower Revenue Securities Series 2014-1C which have an anticipated repayment date of October 8, 2019 and a final maturity date of October 11, 2044 and \$620.0 million of 3.869% Secured Tower Revenue Securities Series 2014-2C which have an anticipated repayment date of October 8, 2024 and a final maturity date of October 8, 2049 (collectively the "2014 Tower Securities"). The aggregate \$1.54 billion of 2014 Tower Securities have a blended interest rate of 3.289% per annum, payable monthly. We incurred deferred financing fees of \$22.5 million in relation to this transaction which are being amortized through the anticipated repayment date of each of the 2014 Tower Securities.

2015 Tower Securities

On October 14, 2015, the Company, through the Trust, issued \$500.0 million of Secured Tower Revenue Securities Series 2015-1C which have an anticipated repayment date of October 8, 2020 and a final maturity date of October 10, 2045 (the "2015 Tower Securities"). The fixed interest rate of the 2015 Tower Securities is 3.156% per annum, payable monthly. We have incurred deferred financing fees of \$9.7 million to date in relation to this transaction which are being amortized through the anticipated repayment date of the 2015 Tower Securities. In connection with the issuance

of the 2015 Tower Securities, the advance rents reserve requirement was modified such that the Borrowers will only be required to maintain an advance rents reserve at any time the monthly tenant debt service coverage ratio is equal to or less than 2:1 and for two calendar months after such coverage ratio again exceeds 2:1.

As of September 30, 2015, the Borrowers met the debt service coverage ratio required by the mortgage loan agreement and were in compliance with all other covenants as set forth in the agreement.

Senior Notes

5.75% Senior Notes

On July 13, 2012, Telecommunications issued \$800.0 million of unsecured senior notes due July 15, 2020 (the "5.75% Notes"). The 5.75% Notes accrue interest at a rate of 5.75% and were issued at par. Interest on the 5.75% Notes is due semi-annually on July 15 and January 15 of each year. We incurred deferred financing fees of \$14.0 million in relation to this transaction which are being amortized through the maturity date.

5.625% Senior Notes

On September 28, 2012, we issued \$500.0 million of unsecured senior notes due October 1, 2019 (the "5.625% Notes"). The 5.625% Notes accrue interest at a rate of 5.625% per annum and were issued at par. Interest on the 5.625% Notes is due semi-annually on April 1 and October 1 of each year. We incurred deferred financing fees of \$8.6 million in relation to this transaction which are being amortized through the maturity date.

4.875% Senior Notes

On July 1, 2014, we issued \$750.0 million of unsecured senior notes due July 15, 2022 (the "4.875% Notes"). The 4.875% Notes accrue interest at a rate of 4.875% per annum and were issued at 99.178% of par value. Interest on the 4.875% Notes is due semi-annually on January 15 and July 15 of each year. We incurred deferred financing fees of \$11.6 million in relation to this transaction which are being amortized through the maturity date.

Debt Service

As of September 30, 2015, we believe that our cash on hand, capacity available under our Revolving Credit Facility, our cash flows from operations for the next twelve months, and future financings will be sufficient to service our outstanding debt during the next twelve months.

The following table illustrates our estimate of our debt service requirement over the next twelve months based on the amounts outstanding as of September 30, 2015 and the interest rates accruing on those amounts on such date (in thousands):

 5.625% Senior Notes due 2019 5.750% Senior Notes due 2020 4.875% Senior Notes due 2022 5.101% Secured Tower Revenue Securities Series 2010-2 2.933% Secured Tower Revenue Securities Series 2012 2.240% Secured Tower Revenue Securities Series 2013-1C 3.722% Secured Tower Revenue Securities Series 2013-2C 3.598% Secured Tower Revenue Securities Series 2013-1D 2.898% Secured Tower Revenue Securities Series 2014-1C 3.869% Secured Tower Revenue Securities Series 2014-2C 	\$ 28,125 46,000 36,563 28,230 18,085 9,655 21,584 11,978 26,954 24,185
3.869% Secured Tower Revenue Securities Series 2014-2C Revolving Credit Facility 2012-1 Term Loan A	,

2014 Term Loan B	62,958
2015 Term Loan B	21,148
Total debt service for next 12 months	\$ 367,760

ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK

We are exposed to certain market risks that are inherent in our financial instruments. These risks arise from transactions entered into in the normal course of business.

The following table presents the future principal payment obligations and fair values associated with our long-term debt instruments assuming our actual level of long-term indebtedness as of September 30, 2015:

	2015	2016	2017	2018	2019	Thereafter	Total	Fair Value
Debt: 5.625% Senior	(in thousands)							
Notes due 2019 5.750% Senior	\$ —	\$ —	\$ —	\$ —	\$ 500,000	\$ —	\$ 500,000	\$ 515,625
Notes due 2020 4.875% Senior	_	_	_	—	—	800,000	800,000	821,000
Notes due 2022 5.101% 2010-2		_	_	_	_	750,000	750,000	733,125
Tower Securities (1) 2.933% 2012		_	550,000	_	_	_	550,000	563,552
Tower Securities (1) 2.240% 2013-1C	_	_	610,000	_	_	_	610,000	615,435
Tower Securities (1) 3.722% 2013-2C	—	_	_	425,000	_	_	425,000	422,722
Tower Securities (1) 3.598% 2013-1D	_	_	_	_	_	575,000	575,000	582,803

Tower Securities (1) 2.898% 2014-1C	_	_	_	330,000	_	_	330,000	336,059
Tower Securities (1) 3.869% 2014-2C Tower	_	_	—	_	920,000	—	920,000	923,358
Securities (1) Revolving	_	—	_	_	_	620,000	620,000	626,913
Credit Facility 2012-1			_	_		280,000	280,000	280,000
Term Loan 2014	5,000	20,000	135,000	_	_	_	160,000	159,800
Term Loan 2015	3,750	15,000	15,000	15,000	15,000	1,417,500	1,481,250	1,466,438
Term Loan Total debt	1,250	5,000	5,000	5,000	5,000	477,500	498,750	491,269
obligation	\$ 10,000	\$ 40,000	\$ 1,315,000	\$ 775,000	\$ 1,440,000	\$ 4,920,000	\$ 8,500,000	\$ 8,538,099

(1) The anticipated repayment date and the final maturity date for the 2010-2 Tower Securities is April 11, 2017 and April 9, 2042, respectively.

The anticipated repayment date and the final maturity date for the 2012 Tower Securities is December 11, 2017 and December 9, 2042, respectively.

The anticipated repayment date and the final maturity date for the 2013-1C Tower Securities is April 10, 2018 and April 9, 2043, respectively.

The anticipated repayment date and the final maturity date for the 2013-2C Tower Securities is April 11, 2023 and April 9, 2048, respectively.

The anticipated repayment date and the final maturity date for the 2013-1D Tower Securities is April 10, 2018 and April 9, 2043, respectively.

The anticipated repayment date and the final maturity date for the 2014-1C Tower Securities is October 8, 2019 and October 11, 2044, respectively.

The anticipated repayment date and the final maturity date for the 2014-2C Tower Securities is October 8, 2024 and October 8, 2049, respectively.

Our current primary market risk exposure is interest rate risk relating to (1) our ability to refinance our debt at commercially reasonable rates, if at all, and (2) the impact of interest rate movements on our 2012-1 Term Loan, 2014

Term Loan, and 2015 Term Loan and any borrowings that we may incur under our Revolving Credit Facility, which are at floating rates. We manage the interest rate risk on our outstanding debt through our large percentage of fixed rate debt. While we cannot predict our ability to refinance existing debt or the impact interest rate movements will have on our existing debt, we continue to evaluate our financial position on an ongoing basis.

We are exposed to market risk from changes in foreign currency exchange rates in connection with our operations in Brazil and Canada and to a lesser extent in Costa Rica, Guatemala, Nicaragua, El Salvador, and Panama. In each of these countries, we pay most of our selling, general, and administrative expenses and a portion of our operating expenses, such as taxes and utilities incurred in the country in local currency. In addition, in Brazil and Canada, we receive all of our revenue and pay all of our operating expenses in local currency. All transactions denominated in currencies other than the U.S. Dollar are reported in U.S. Dollars at the applicable exchange rate. All assets and liabilities are translated into U.S. Dollars at exchange rates in effect at the end of the applicable fiscal reporting period and all revenues and expenses are translated at average rates for the period. The cumulative translation effect is included in equity as a component of Accumulated other comprehensive income (loss). For the nine months ended September 30, 2015, approximately 11.3% of our revenues and approximately 12.0% of our total operating expenses were denominated in foreign currencies.

We have performed a sensitivity analysis assuming a hypothetical 10% adverse movement in the Brazilian Reais from the quoted foreign currency exchange rates at September 30, 2015. As of September 30, 2015, the analysis indicated that such an adverse movement would have caused our revenues and operating results to fluctuate by approximately 1.5% and 1.4%, respectively, for the nine months ended September 30, 2015.

As of September 30, 2015, we have incurred intercompany debt, which is denominated in a currency other than the functional currency of the subsidiary in which it is recorded. As this debt had not been designated as being a long-term investment in nature, any changes in the foreign currency exchange rates will result in unrealized gains or losses, which will be included in our determination of net income. A change of 10% in the underlying exchange rates of our unsettled intercompany debt at September 30, 2015 would have resulted in approximately \$46.4 million of unrealized gains or losses that would have been included in Other expense in our condensed consolidated statements of operations for the nine months ended September 30, 2015.

Special Note Regarding Forward-Looking Statements

This quarterly report contains "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. These statements concern expectations, beliefs, projections, plans and strategies, anticipated events or trends and similar expressions concerning matters that are not historical facts. Specifically, this quarterly report contains forward-looking statements regarding:

- our expectations on the future growth and financial health of the wireless industry and the industry participants, and the drivers of such growth;
- our beliefs regarding our ability to capture and capitalize on industry growth and the impact of such growth on our financial and operational results;
- our expectation that over the long-term, site leasing revenues will continue to grow as wireless service providers lease additional antenna space on our towers due to increasing minutes of network use and data transfer, network expansion and network coverage requirements and the rate of such growth, on an organic basis, in our domestic and international segments;
- our belief that our site leasing business is characterized by stable and long-term recurring revenues, predictable operating costs, and minimal non-discretionary capital expenditures;
- our expectation that, due to the relatively young age and mix of our tower portfolio, future expenditures required to maintain these towers will be minimal;
- our expectation that we will grow our cash flows by adding tenants to our towers at minimal incremental costs and executing monetary amendments;
- · our expectations regarding foreign currency exchange rates;
- our expectations regarding our future cash capital expenditures, both discretionary and non-discretionary, including expenditures required to acquire or build additional towers, to maintain, improve, and modify our towers, to conduct

ground lease purchases, and for general corporate expenditures, and the source of funds for these expenditures;

- $\cdot \,$ our intended use of our liquidity;
- our expectations regarding our annual debt service in 2015 and thereafter, and our belief that our cash on hand, cash flows from operations for the next twelve months and availability under our Revolving Credit Facility will be sufficient to service our outstanding debt during the next twelve months; and
- $\cdot \,$ our estimates regarding certain accounting and tax matters.

These forward-looking statements reflect our current views about future events and are subject to risks, uncertainties and assumptions. We wish to caution readers that certain important factors may have affected and could in the future affect our actual results and could cause actual results to differ significantly from those expressed in any forward-looking statement. The most important factors that could prevent us from achieving our goals, and cause the assumptions underlying forward-looking statements and the actual results to differ materially from those expressed in or implied by those forward-looking statements include, but are not limited to, the following:

- the impact of consolidation among wireless service providers on our leasing revenue;
- our ability to continue to comply with covenants and the terms of our credit instruments and our ability to obtain additional financing to fund our capital expenditures;
- our ability to successfully manage the risks associated with international operations, including risks relating to political or economic conditions, tax laws, currency restrictions, legal or judicial systems, land ownership, and foreign currency exchange rates;
- our ability to successfully manage the risks associated with our acquisition initiatives, including our ability to effectively integrate acquired towers into our business and to achieve the financial results projected in our valuation models for the acquired towers;
- developments in the wireless communications industry in general, and for wireless communications infrastructure providers in particular, that may slow growth or affect the willingness or ability of the wireless service providers to expend capital to fund network expansion or enhancements;
- our ability to secure as many site leasing tenants as anticipated, recognize our expected economies of scale with respect to new tenants on our towers, and retain current leases on towers;
- · our ability to secure and deliver anticipated services business at contemplated margins;
- our ability to build new towers, including our ability to identify and acquire land that would be attractive for our clients and to successfully and timely address zoning, permitting, weather, availability of labor and supplies and other issues that arise in connection with the building of new towers;
- competition for the acquisition of towers and other factors that may adversely affect our ability to purchase towers that meet our investment criteria and are available at prices which we believe will be accretive to our shareholders and allow us to maintain our long-term target leverage ratios;
- our ability to protect our rights to the land under our towers, and our ability to acquire land underneath our towers on terms that are accretive;
- our ability to sufficiently increase our revenues and maintain expenses and cash capital expenditures at appropriate levels to permit us to meet our anticipated uses of liquidity for operations, debt service and estimated portfolio growth;
- our ability to successfully estimate the impact of regulatory and litigation matters;
- our ability to successfully estimate the impact of certain accounting and tax matters, including the effect on our company of adopting certain accounting pronouncements, the availability of sufficient net operating losses to offset future taxable income, and the effect of asset impairment and decommission costs;
- natural disasters and other unforeseen damage for which our insurance may not provide adequate coverage;
- $\cdot\,$ a decrease in demand for our towers; and
- the introduction of new technologies or changes in a tenant's business model that may make our tower leasing business less desirable to potential tenants.

ITEM 4. CONTROLS AND PROCEDURES

In order to ensure that the information we must disclose in our filings with the Commission is recorded, processed, summarized and reported on a timely basis, we have formalized our disclosure controls and procedures. Our principal executive officer and principal financial officer have reviewed and evaluated the effectiveness of our disclosure controls and procedures, as defined in Securities and Exchange Act Rule 13a-15(e) as of September 30, 2015. Based on such evaluation, such officers have concluded that, as of September 30, 2015, our disclosure controls and procedures were effective.

There have been no changes in our internal control over financial reporting during the quarter ended September 30, 2015 that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

PART II - OTHER INFORMATION

ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES AND USE OF PROCEEDS

Issuer Purchases of Equity Securities

The following table presents information related to our repurchases of Class A common stock during the third quarter of 2015:

Total		Total Number of Shares	Approximate Dollar Value of Shares that
Number	Average Price	Purchased as Part of	May Yet Be Purchased
of Shares	Paid	Publicly Announced	Under the Plans or
Purchased	Per Share	Plans or Programs (1)	Programs
795,720 506,468 893,335 2,195,523	<pre>\$ 115.50 \$ 114.70 \$ 111.94 \$ 113.87</pre>	2,195,523	\$ 750,002,750
•	Number of Shares Purchased 795,720 506,468	Number Average Price of Shares Paid Purchased Per Share 795,720 \$ 115.50 506,468 \$ 114.70 893,335 \$ 111.94	NumberAverage PricePurchased as Part of Priceof SharesPaidPublicly AnnouncedPurchasedPer SharePlans or Programs (1)795,720\$ 115.50506,468\$ 114.70893,335\$ 111.94

(1) On June 4, 2015, we announced a new \$1.0 billion stock repurchase plan. This plan authorizes us to purchase from time to time our outstanding common stock through open market repurchases in compliance with Rule 10b-18 under the Securities Exchange Act of 1934, as amended, and/or in privately negotiated transactions at management's discretion. Shares purchased will be retired. This plan has no time deadline and will continue until otherwise modified or terminated by our Board at any time in our sole discretion.

ITEM 6. EXHIBITS

Exhibit No. Description of Exhibits

- *31.1 Certification by Jeffrey A. Stoops, Chief Executive Officer, pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.
- *31.2 Certification by Brendan T. Cavanagh, Chief Financial Officer, pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.
- *32.1 Certification by Jeffrey A. Stoops, Chief Executive Officer, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.

- *32.2 Certification by Brendan T. Cavanagh, Chief Financial Officer, pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
- **101.INS XBRL Instance Document.
- **101.SCH XBRL Taxonomy Extension Schema Document.
- **101.DEF XBRL Taxonomy Extension Definition Linkbase Document.
- **101.CAL XBRL Taxonomy Extension Calculation Linkbase Document.
- **101.LAB XBRL Taxonomy Extension Label Linkbase Document.
- **101.PRE XBRL Taxonomy Extension Presentation Linkbase Document.
- *Filed herewith
- **Furnished herewith

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

SBA COMMUNICATIONS CORPORATION

- November 9, 2015 /s/ Jeffrey A. Stoops Jeffrey A. Stoops Chief Executive Officer (Duly Authorized Officer)
- November 9, 2015 /s/ Brendan T. Cavanagh Brendan T. Cavanagh Chief Financial Officer (Principal Financial Officer)