



## Idearc Enters Interest Rate Swap

DALLAS, Aug 17, 2007 (BUSINESS WIRE) --

Idearc Inc. (NYSE:IAR), home to [Superpages.com](http://www.superpages.com)(R) ([www.superpages.com](http://www.superpages.com)) and publisher of the Verizon(R) Yellow Pages, today announced that it has entered into an interest rate swap, which effectively converts \$1.1 billion of the company's existing Tranche A facility floating rate debt to a fixed rate of 6.358 percent. The interest rate swap will be effective Sept. 28, 2007 and has a three-year term ending Sept. 30, 2010. With the execution of this swap, Idearc's fixed-to-floating ratio is now 92 percent.

Andy Cotichio, Idearc executive vice president and CFO, said: "We are very pleased to have executed this debt swap which allows us to reduce volatility in our interest expense and helps us to achieve greater stability in our financial results."

As of June 30, 2007, Idearc had interest rate swap agreements with major financial institutions with notional amounts totaling \$4,410 million related to its Tranche B facility. These swaps are made up of two separate swap transactions with notional amounts of \$1,710 million maturing on March 31, 2009 and \$2,700 million maturing on June 29, 2012. Under the swap agreements, Idearc pays fixed-rate interest and receives floating-rate interest based on the three month LIBOR to hedge the variability in cash flows attributable to changes in the benchmark interest rate. These swaps comply with Idearc's debt covenant that requires that at least 50 percent of the company's debt be subject to fixed rates for a minimum of two years. Idearc does not enter into financial instruments for trading or speculative purposes.

About Idearc Inc.

Idearc Inc. (NYSE:IAR) connects buyers and sellers with its multi-platform of advertising solutions including Verizon(R) Yellow Pages, Verizon(R) White Pages, smaller-sized portable Verizon(R) Yellow Pages Companion Directories, [Superpages.com](http://www.superpages.com)(R), Superpages Mobile(SM), Solutions At Hand(TM) magazine, Solutions at Home(TM) magazine, and Solutions on the Move(TM) and Solutions Direct(TM) direct mail packages. Idearc provides sales, publishing and other related services for more than 1,200 distinct directory titles in 35 states and the District of Columbia. [Superpages.com](http://www.superpages.com), the expert in local search with more than 2.8 billion network searches and 18 million business listings in the United States in 2006, offers advertisers a variety of online advertising solutions. Superpages Mobile provides local search functionality for wireless subscribers. For more information, visit [www.idearc.com](http://www.idearc.com).

IDEARC'S ONLINE NEWS CENTER: Idearc news releases, fact sheets, biographies, media contacts, high quality video and images, and other information are available at Idearc's News Center on the World Wide Web at [www.idearc.com/pressroom](http://www.idearc.com/pressroom).

Statements made in this press release that are not historical facts, including statements accompanied by words such as "will," "believe," "anticipate," "expect," "estimate," or similar words, are forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995 regarding Idearc Inc.'s plans and performance. These statements are based on management's estimates, assumptions and projections as of the date of this release and are not guarantees of future performance. Actual results may differ materially from the results expressed or implied in these statements as the result of risks, uncertainties and other factors including, but not limited to, the factors set forth in Idearc Inc.'s filings with the Securities and Exchange Commission, including Idearc Inc.'s Annual Report on Form 10-K for the year ended December 31, 2006. The Company cautions you not to place undue reliance on the forward-looking statements contained in this release. The Company does not undertake any obligation to publicly update or revise any forward-looking statements to reflect future events, information or circumstances that arise after the date of this release.

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