VILLAGE ROADSHOW LIMITED

Web Site: www.villageroadshow.com.au

18 August 2011

RULE 4.3A

APPENDIX 4E - Preliminary Final Report

Introduced 1/1/2003. Origin: Appendix 4B

Name of entity

VILLAGE ROADSHOW LIMITED

ABN of entity

43 010 672 054

Financial year ended ('reporting period'):	Previous financial year ended ('previous corresponding period')
30 June 2011	**30 June 2010**

Results for announcement to the market

Extracts from this report for announcement to the market. $A'000

Income from continuing operations *(item 1.1)*	Down	4%	to	925,854
Profit after tax from continuing operations (item 1.7)	Down	46%	to	28,089
Profit after tax from discontinued operations (item 1.8)	Up	169%	to	176,183
Profit attributable to members of Village Roadshow Limited (item 1.11)	Up	96%	to	185,516

Dividends (distributions)		Amount per security	Franked amount per security	Conduit foreign income per security
Reporting Period:				
- Final dividend *(item 15.4)*	- *Ords*	8.0c	8.0c	--
(to be paid October 2011)	- *Prefs*	--	--	--
- Interim dividend *(item 15.6)*	- *Ords*	8.0c	5.6c	2.4c
(Paid April 2011)	- *Prefs*	--	--	--
- Special dividend *(item 15.8)*	- *Ords*	12.0c	8.4c	3.6c
(Paid April 2011)	- *Prefs*	--	--	--
Previous Corresponding Period:				
- Final dividend *(item 15.5) (for FY2010)*	- *Ords*	6.0c	6.0c	--
(Paid December 2009)	- *Prefs*	9.0c	9.0c	--
- Interim dividend *(item 15.7) (for FY2010)*	- *Ords*	3.75c	3.75c	--
(Paid July 2009)	- *Prefs*	3.75c	3.75c	--

+Record date for determining entitlements to the dividend *(see item 15.2)*	15 September 2011
Brief explanation of any of the figures reported above:	Refer attached commentary.

VILLAGE ROADSHOW LIMITED

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18 August 2011

The Business of Selling Escape

Powerful cash flows despite Queensland Floods
VRL's era of low debt

Village Roadshow Limited ('VRL') today announced a net operating profit after tax and before material items and discontinued operations for the year ended 30 June 2011 of $31.3 million, compared to $35.0 million for the prior period. Attributable net profit after tax amounted to $185.5 million compared to $94.8 million in the prior period, after including material items and discontinued operations.

EBITDA from operations of $140.5 million was down on the prior period result of $147.0 million mainly due to the Queensland floods and months of record rain on the Gold Coast as well as, to a lesser extent, absence of an *Avatar* in the cinema division.

Discontinued operations for 2011 consist of the sale of the group's entire investment in the Austereo Group and Sydney Attractions Group businesses in March 2011 and December 2010 respectively.

Material items of $3.2 million loss after tax relates mainly to the conversion of the loan to Village Roadshow Entertainment Group ("VREG") leading to equity losses being recognised in this period, which has been offset by a number of unrelated tax benefits. Material items also include costs relating to the corporate head office restructure, as announced to the market earlier this year.

Highlights

- Repayment of the Corporate Debt Facility in full puts VRL in strong position;
- Sale of the Company's non-core businesses; Austereo for $2.15 per share and Sydney Attractions Group, the proceeds of which were taken in cash;
- Successful share buyback and capital restructure culminating in one class of share;
- Announcement of $1 cash return to shareholders paid in July 2011;
- Theme Parks - despite the highest number of wet days on record and Queensland floods delivered its second highest EBITDA result ever;
- Cinema Exhibition result down 8% compared to prior year mostly due to one-off phenomenon of *Avatar* in 2010;
- Film Distribution achieved second best year in history as a result of powerful product and marketing results;
- Payment of an interim dividend of 8cps and special dividend of 12cps in April 2011;
- Announcement of approval from NSW Government for a proposed new Wet'n'Wild water park in Sydney, subject to planning permits and financing;
- Independent review of the corporate cost structure by Ernst & Young resulting in a restructure of the corporate costs and savings of approximately $10 million across the group;
- Global franchises of *Happy Feet 2* and *Sherlock Holmes 2* ready for November/December 2011 release; and
- Declaration of a fully-franked final dividend of 8cps payable in October 2011.

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Announcing the result, VRL Chairman Mr Robert Kirby said: "The finalisation of the divestment of the Attractions and Radio divisions during the year gave us the ability to repay our corporate debt facility and return $1 per share back to shareholders in July 2011. This still leaves the group with strong cash reserves to explore smart growth while maintaining our fiscal strength and an ongoing dividend payment policy.

During the year we undertook a review of the corporate overhead costs. This exercise identified a number of key areas of cost savings, including the Executive Directors' agreement to a reduction in their remuneration packages. The implementation of these initiatives will achieve annual cost savings of approximately $10 million across the group in FY2012".

Mr. John Kirby, Deputy Chairman of VRL, said: "Modern times have seen unprecedented commercial turbulence, however the quality of VRL's assets and businesses stand strong, and we face the future with confidence. We have in place dynamic and talented operational leadership".

VRL CEO Mr Graham Burke noted: "We are in the business of selling entertainment and right now people are looking to buy low cost escapes from their day to day worries. When you consider the unprecedented months of heavy rain followed by the Queensland floods the group's result is a testament to the power of our overall business.

The new financial year has started well for the Theme Parks, with ticket sales revenue showing growth in July. As we head later into the fiscal year, we are excited about the opening of our new attractions at Sea World, Jet Stunt Extreme and Nickelodeon Parade, and at Warner Bros. Movie World, our soon to be announced multi-million dollar new ride attraction and an enhanced sequel of the highly successful White Christmas experience.

In Cinema Exhibition we have seen a very solid July, thanks to *Harry Potter and the Deathly Hallows Part II*, and August is also looking strong, tracking ahead of last year. Film Distribution has also started the year very strongly, with the release of *Red Dog*, which has already exceeded expectations".

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A copy of this release can also be found at www.villageroadshow.com.au

OPERATIONAL OVERVIEW

Cinema Exhibition

The Cinema Exhibition division operates predominantly in Australia, Singapore and the United States through joint ventures with Greater Union and other cinema operators.

EBITDA before discontinued operations and material items for the year ended 30 June 2011 was $46.4 million compared to $46.6 million for the prior period, due to lower admissions in the current year offset by higher average spend and reduced losses from the US Gold Class business. Total paid admissions for all territories were 35.1 million, down from 37.3 million in the prior year.

VRL Share of Reported Results	EBITDA		NPBT	
	FY2011 $'m	FY2010 $'m	FY2011 $'m	FY2010 $'m
Australian Cinema Exhibition	44.9	50.9	27.6	35.1
Other Cinema Exhibition	1.5	(4.3)	0.8	(4.3)
Total	**$46.4**	**$46.6**	**$28.4**	**$30.8**

The Australian Cinema exhibition attendances were 9% lower than the prior year which was mainly as a result of the previous period one-off phenomenon of *Avatar*.

The year finished with strong results from *Pirates Of The Caribbean 4* and *The Hangover 2*. Other high performing films during the year included *Toy Story 3*, *Harry Potter And The Deathly Hallows Part I*, *The Twilight Saga: Eclipse* and *The King's Speech*. Strong film product releases are anticipated to continue with *Harry Potter And The Deathly Hallows Part II*, *Transformers: Dark of the Moon*, *The Twilight Saga: Breaking Dawn Part 1*, *Happy Feet 2 3D* and *Sherlock Holmes 2* all due for release in the coming six months.

The Australian Cinema division maintained its focus on technology and development with the release of the Village Mobile Ticketing site, which now gives movie goers the ability to buy cinema tickets online and go straight to the cinema rather than having to queue to purchase tickets. The roll out of digital projectors continued throughout the year and is on track for almost full deployment by the end of FY2012. To date 56% of screens have been converted to digital.

Rivoli Cinemas Gold Class was opened in June, resulting from the conversion of two existing traditional screens, creating a new entertainment destination in Melbourne. Also during the year, the 50% interest in Ballarat Cinemas in regional Victoria was sold and (in conjunction with Greater Union) a new site in Top Ryde in New South Wales was opened.

In the USA circuit, a new site in Scottsdale, Arizona opened with an outstanding response and, as part of the restructure of this division, a site in Bayshore, Wisconsin was acquired. Currently a number of the existing sites are undergoing extensive re-development which will complement the current product offering. Further negotiations are underway for further new sites in strategic locations to maximise the circuit's return potential.

In May 2011, following the settlement of legal proceedings with the former sub-tenant, the cinema operations in Belfast, United Kingdom were re-acquired.

List of Sites & Screens – Cinema Exhibition Division [1]

	As at June 2010		Opened/ (Closed/Sold) FY2011		As at June 2011	
	Sites	Screens	Sites	Screens	Sites	Screens
Australia	50	506	-	-	50	506
Singapore	9	73	-	-	9	73
USA	6	45	2	14	8	59
United Kingdom	-	-	1	12	1	12
Total	**65**	**624**	**3**	**26**	**68**	**650**

1. Includes all screens in which Village Roadshow has an economic interest, taking no account of ownership structure.

Attendances in the Singapore circuit were up 2.9% on the prior year resulting in a better than anticipated result for the year. It is expected that the United States Gold Class business will be in a better trading position for the next financial year. The Intencity games business traded as expected but was impacted by the general downturn in the retail sector.

Theme Parks

Village Roadshow Theme Parks recorded an all time high in attendance, and the second highest EBITDA in the history of the division, overcoming record rainfall, the disastrous Queensland floods and a Category 5 cyclone to finish the fiscal year at $87.2 million in EBITDA. Though down on the previous record year of $96.0 million EBITDA for the division, the performance was impressive given the poor weather conditions that persisted throughout FY11.

	EBITDA		NPBT	
	FY2011 $'m	FY2010 $'m	FY2011 $'m	FY2010 $'m
Theme Parks – Gold Coast	82.8	90.7	33.2	44.3
USA Water Parks	4.4	5.3	(2.1)	(1.4)
Total	**$87.2**	**$96.0**	**$31.1**	**$42.9**

Gold Coast Theme Parks

The Gold Coast Theme Parks division includes Warner Bros. Movie World, Sea World, Wet'n'Wild Water World, Australian Outback Spectacular, Paradise Country, Village Roadshow Studios, Sea World Resort & Water Park and Sea World Helicopters.

Management worked hard to offset the impact of the inclement weather with an on-going focus on Season Pass (VIP) sales (a record year in sales), admissions yield increases and a disciplined approach to expense control. This focus paid off with yield increasing 4.8% year over year, or 13.3% since the program was introduced in FY2009.

Overall, VIP pass sales were up 99.8% compared to the prior year, with more than 825,000 total units sold during the year. The high volume of sales combined with frequent usage by the VIP pass consumers played a key role in driving the results.

The "pay per ride" adventure park themed area at Wet'n'Wild Water World opened progressively throughout the financial year. This included the Sky Coaster, Zip-lines and Flow Rider. At Sea World the new attractions Castaway Bay and Penguin Encounter were also opened and were well received by visitors.

The new special events at Warner Bros. Movie World, Halloween and White Christmas, have proven to be very popular with patrons. White Christmas closed due to capacity crowds on a number of evenings during the course of the event. Halloween and White Christmas will become annual events in the operating calendar of the park going forward as the strategy to use special events to drive urgency and frequency of visitation is continued.

July trading, and the start of the new fiscal year were positive for the Gold Coast Parks with admissions yield up across all ticket types resulting in higher revenues and EBITDA compared to the previous year. The highly anticipated opening of exciting new attractions including a Nickelodeon themed parade and Jet Stunt Extreme at Sea World and a major new roller coaster at Warner Bros. Movie World during the upcoming Christmas holiday period, and the opening of the new Australian Outback Spectacular in the Spring of FY2012 underpins the positive outlook for the balance of the new fiscal year.

USA Water Parks

The USA Water Parks division includes two water parks, Phoenix Wet'n'Wild located in Phoenix, Arizona, and Hawaii Wet'n'Wild located on the island of Oahu, Hawaii.

Wet'n'Wild Phoenix reopened for its second full operating season in March 2011, with strong season pass sales and the world premier of the new Constrictor water slide. The fiscal year results were up 8.4% on the previous year (new record) reflecting once again the park's strength in the core and regional markets. The current summer season in the US has seen a record setting performance for the park in both EBITDA and attendance.

Though Wet'n'Wild Hawaii's performance was down on the previous fiscal year, management has reacted in a proactive manner to offset the impact of the economic issues in the core market, and the slow to recover tour and travel market for the park. The park has experienced a more positive performance in the US spring and summer season, with EBITDA now projected to be up $0.7 million over the previous calendar year. The highly anticipated opening of the new Disney resort in late August 2011 should also help generate incremental visitation to the park. The resort is located within two miles of Wet'n'Wild Hawaii.

Sydney Wet'n'Wild and Other Opportunities

Village Roadshow Theme Parks continues to move forward with plans to develop the new Wet'n' Wild park in Sydney. The planning process is in the final stages of development approval. The company expects to begin site development early in the 2012 calendar year.

In addition to the Sydney development, Village Roadshow Theme Parks is continuing to explore international opportunities.

Film Distribution

EBITDA excluding discontinued operations and material items for the year was $50.5 million, consistent with the prior year result of $50.0 million. Operating profit before tax and material items of $35.5 million was slightly down on the prior year result of $36.6 million mainly as a result of increased interest costs.

Roadshow Films continued to be the leading distributor with a market share of 23%, which was maintained off the back of a solid line up of films showcased throughout the year. Warner Bros. continued to be a supplier of strong performing product including the highly successful *Harry Potter And The Deathly Hallows – Part 1*. Other top performing titles during the year included *Inception*, *Yogi Bear 3D*, *Expendables* and *The Hangover 2*.

The strength of the release schedule is continuing into the 2012 financial year with highly anticipated releases including *The Hunger Games* trilogy of films, based upon the trilogy of best selling books of the same name. The new financial year will also be a strong year for Australian releases with *Red Dog*, *The Cup,* the musical *Goddess* and *25* all scheduled for release.

Roadshow Entertainment began the first half of the year slower than predicted but recovered well in the second half to exceed prior year results. This improved result was driven by reduced inventory returns, margin gains from 'straight to video' and tight controls over overhead and marketing costs, which softened the impact of pressure from discounting as a result of the general downturn in the retail market. Roadshow remained as the market leading distributor growing share to 16.3%, with top releases during the period including *Sex And The City 2*, *Underbelly – Golden Mile*, *Expendables* and *Girl With The Dragon Tattoo*.

The digital market grew steadily in the period with iTunes sales performing well above target as well as Bigpond sales increasing significantly with the introduction of the T-Box.

Film Production and Music

VREG is in a unique position with the strongest upcoming line up of films in its history.

Happy Feet 2 3D – George Miller is currently completing the sequel to the much loved and very successful *Happy Feet* which was released in 2006 and grossed US$385 million. *Happy Feet* is established as a global brand and will explode across the world in the Thanksgiving / Christmas holiday period.

Sherlock Holmes grossed a staggering US$523 million and the eagerly awaited sequel also starring Robert Downey Jr and Jude Law is targeted at the Christmas holidays right across the world.

Dark Shadows, starring Johnny Depp, comes out in May 2012 and is expected to be a blockbuster and potential franchise. This comes off the global success of *Pirates Of The Caribbean 4* which grossed US$1,037 million.

Other films currently in production are:

- ***The Great Gatsby*** – An adaptation of F. Scott Fitzgerald's novel, starring Leonardo DiCaprio and directed by Baz Luhrmann;
- ***Lucky One*** – Directed by Scott Hicks and starring Zac Efron who plays a marine returning to North Carolina after serving three tours in Iraq to search for the unknown woman he believes was his good luck charm during the war;
- ***Gangster Squad*** – LAPD's fight to keep East Coast Mafia types out of Los Angeles in the 1940s and 50s; and
- ***Fury Road*** **(Mad Max)** – Directed by George Miller and set in Australia.

VREG has continued to work on a number of strategic initiatives to strengthen its balance sheet and augment its long term ability to continue to fund future film and music projects. This includes the potential to be listed on an international stock exchange.

Corporate

The VRL Board has declared a fully-franked final dividend of 8 cents per share.

In July 2011, following approval by shareholders, a distribution of $1.00 per share was paid to shareholders, which comprised 80 cents per share as a fully franked distribution and 20 cents per share as a capital reduction.

From 1 July 2011, the previously announced Executive Directors' new remuneration packages will take effect. The full impact of the new reduced remuneration packages will be reflected in the 2012 financial year. This, together with other cost cutting measures previously announced, is expected to reduce corporate overheads by approximately $10 million.

A copy of this release can also be found at www.villageroadshow.com.au

Table of Contents

	Page No.
Consolidated Statement of Comprehensive Income	9
Notes to the Consolidated Statement of Comprehensive Income	10
Calculation of Income Tax on Continuing and Discontinued Operations	12
Consolidated Retained Earnings (Accumulated Losses)	12
Intangible Items	12
Comparison of Half Year Profits/Losses	12
Consolidated Statement of Financial Position	13
Consolidated Statement of Cash Flows	15
Reconciliation of Net Profit after Tax to Net Operating Cash Flows	16
Reconciliation of Cash and Cash Equivalents	16
Ratios	17
Earnings per Share	17
Net Tangible Asset Backing	17
Discontinued Operations	18
Dividends	19
Details of Aggregate Share of Profits/Losses of Associates and Joint Venture Entities	21
Material Interests in Entities which are not Controlled Entities	21
Issued and Quoted Securities at end of Current Period	22
Reporting by Operating Segments	23
Reconciliation of Operating Results and Reported EBITDA Analysis – Continuing Operations	24
Subsequent Events	24
Material Changes in Contingent Liabilities and Contingent Assets	25
Application of International Financial Reporting Standards	26
Annual Meeting details	26

Consolidated Statement of Comprehensive Income

		2011 $A'000	2010 $A'000
	Continuing operations		
1.1	Income *(refer item 1.21)*	925,854	963,720
1.2	Expenses excluding finance costs *(refer item 1.22) (refer note 1 below)*	(851,585)	(869,467)
1.3	Finance costs *(refer item 1.23) (refer note 2 below)*	(51,227)	(43,355)
1.4	Share of net profits (losses) of associates and jointly controlled entities accounted for using the equity method *(refer item 16.3) (refer note 3 below)*	(36,135)	(4,968)
1.5	Profit (loss) from continuing operations before income tax expense	(13,093)	45,930
1.6	Income tax benefit (expense)	41,182	5,755
1.7	Profit (loss) after tax from continuing operations	28,089	51,685
	Discontinued operations		
1.8	Profit after tax from discontinued operations *(refer item 12.1)*	176,183	65,519
1.9	**Net Profit for the period**	**204,272**	**117,204**
	Profit for the period is attributable to:		
1.10	Non-controlling interest - discontinued operations *(refer item 12.1)*	18,756	22,369
1.11	Owners of the parent	185,516	94,835
		204,272	**117,204**
	Other comprehensive income		
1.12	Cash flow hedges	(1,697)	4,798
1.13	Foreign currency translation	(15,686)	(5,528)
1.14	Income tax benefit (expense) on items of other comprehensive income	509	(1,439)
1.15	**Other comprehensive income (expense) for the period after tax**	**(16,874)**	**(2,169)**
1.16	**Total comprehensive income for the period**	**187,398**	**115,035**
	Total comprehensive income for the period is attributable to:		
1.17	Non-controlling interest	18,977	23,016
1.18	Owners of the parent	168,421	92,019
		187,398	**115,035**

Note 1. Expenses excluding finance costs include material items of income & expense totalling a loss of $24.6 million (2010: loss of $7.1 million) - refer item 19.1(b).
Note 2. Finance costs include material items of income & expense of $1.4 million of unrealised mark-to-market gains (2010: $5.9 million of unrealised mark-to-market gains) on interest rate derivatives not designated in hedging relationships - refer items 1.23 and 19.1(b).
Note 3. Equity accounted results include material items of income & expense loss of $37.0 million (2010: loss of $2.2 million), representing a loss of $4.7 million for impairment of investments (2010: $2.2 million) and a loss of $32.3 million for equity accounting of net investment (2010: nil) – refer items 17.1 and 19.1(b).

Earnings per security (EPS)

		2011	2010
1.19	Basic EPS	135.85c	72.88c
1.20	Diluted EPS	135.85c	72.88c

Refer items 10.1 and 19.1(c) for additional EPS disclosures including EPS from continuing operations and normalised EPS excluding material items and discontinued operations.

Notes to the Consolidated Statement of Comprehensive Income

	2011 $A'000	2010 $A'000
1.21 Income from continuing operations		
Revenues from continuing operations:		
Sale of goods	348,280	362,472
Rendering of services	541,006	574,377
Finance revenue:		
Other entities	11,892	4,263
Associated entities	1,662	911
Total revenues from continuing operations	902,840	942,023
Other income from continuing operations:		
Management fee income from:		
Other entities	5,322	4,761
Associated entities	2,083	1,889
Net gains on disposal of investments	--	1,344
Net gains on disposal of property, plant & equipment	716	--
Other income	14,893	13,703
Total other income from continuing operations	23,014	21,697
Total income from continuing operations	**925,854**	**963,720**

Notes to the Consolidated Statement of Comprehensive Income (continued)

1.22 Expenses excluding finance costs, from continuing operations

	2011 $A'000	2010 $A'000
Employee expenses:		
Employee benefits	13,354	11,843
Defined contribution superannuation expense	12,495	12,734
Remuneration and other employee expenses	180,986	179,681
Total employee expenses	206,835	204,258
Cost of Goods Sold	83,693	78,216
Occupancy expenses:		
Operating lease rental – minimum lease payments	42,012	39,499
Operating lease rental – contingent rental payments	3,938	6,949
Other occupancy expenses	31,120	28,621
Total occupancy expenses	77,070	75,069
Film hire and other film expenses	232,690	269,145
Depreciation of:		
Buildings & improvements	2,706	2,492
Plant, equipment & vehicles	35,303	34,105
Amortisation of:		
Leasehold improvements	8,754	8,295
Finance lease assets	1,548	1,673
Other deferred expenditure	--	22
Other intangibles	6,060	6,955
Total depreciation and amortisation	54,371	53,542
Net loss on disposal of investments	1,013	--
Net loss on disposal of receivables	45	175
Net loss on disposal of plant and equipment	--	710
Net foreign currency (gains) losses *(refer item 19.1(b) for 2010)*	3,689	5,798
Unrealised mark to market (gain) loss on foreign exchange derivatives *(refer item 19.1(b))*	81	(74)
Impairments and provisions relating to non-current assets and onerous leases *(refer item 19.1(b))*	20,097	2,145
Legal expenses	1,855	1,867
Management & service fees paid	3,077	4,054
Advertising and promotions	95,658	93,735
Regulatory and licence fees	4,841	4,378
Telecommunications	2,830	2,795
General and administration expenses:		
Provision (reversal of provision) for doubtful debts	(180)	463
Bad debts written back	(423)	(149)
Other general and administration expenses	64,343	73,340
Total general and administration expenses	63,740	73,654
Total expenses from continuing operations excluding finance costs	**851,585**	**869,467**

1.23 Finance Costs – Continuing Operations

	2011 $A'000	2010 $A'000
Total finance costs before fair value change on derivatives	52,591	49,272
Fair value change on derivatives *(refer item 19.1(b))*	(1,364)	(5,917)
Total finance costs	51,227	43,355

Notes to the Consolidated Statement of Comprehensive Income (continued)

Net Gain/(Loss) on Sale – Continuing Operations		2011 $A'000	2010 $A'000
1.24	Net gain/(loss) on sale of:		
	Property, plant & equipment	716	(710)
	Investments	(1,013)	1,344
	Receivables	(45)	(175)

1.25 Calculation of Income tax on continuing and discontinued operations	2011 $A'000	2010 $A'000
Prima-facie income tax benefit (expense) from continuing operations	3,928	(13,779)
Adjustments in respect of current income tax of previous years *(included in item 19.1(b) for 2011)*	12,455	1,509
Other deductible expenses *(included in item 19.1(b))*	9,035	--
Net losses of overseas subsidiaries not brought to account	(3,396)	--
Foreign tax credits not previously brought to account, now utilised or brought to account *(included in item 19.1(b) for 2011)*	5,832	1,021
Adjustments to non-current tax liabilities *(included in Item 19.1(b))*	24,900	19,800
After-tax equity accounted profits/losses included in pre-tax profit	(10,841)	(923)
Other	(731)	(1,873)
Total income tax benefit (expense) – continuing operations *(item 1.6)*	41,182	5,755
Income tax (expense) benefit attributable to discontinued operations	(83,618)	(13,496)
Total income tax (expense) benefit	(42,436)	(7,741)

1.26 Consolidated retained earnings / (accumulated losses)	2011 $A'000	2010 $A'000
Accumulated losses at the beginning of the period	(42,174)	(123,189)
Net profit attributable to members *(item 1.11)*	185,516	94,835
Net transfers from reserves	220,628	1,132
Dividends and other equity distributions paid or payable	(30,286)	(14,952)
Retained earnings (accumulated losses) at end of financial period	**333,684**	**(42,174)**

Note: Net transfers from reserves in 2011 relates to the transfer of the total balance of the Controlled Entity Share Sale & Buyback Reserve to retained earnings, following the disposal of the investment in Austereo Group Limited.

Intangible items		*Consolidated – Current period – A$'000*			
		Before tax (a)	Related tax (b)	Related non-controlling interests (c)	Amount (after tax) attributable to members (d)
2.1	Amortisation of other intangibles	(6,060)	1,818	--	(4,242)

Note: mainly relates to amortisation of Film Distribution Rights.

Comparison of half year profits/(losses)		2011 $A'000	2010 $A'000
3.1	Consolidated profit (loss) from continuing and discontinued operations after tax attributable to members reported for the *1st* half year *(item 2.3 in the half yearly report)*	33,747	67,552
3.2	Consolidated profit (loss) from continuing and discontinued operations after tax attributable to members for the *2nd* half year	151,769	27,283

Consolidated Statement of Financial Position

		2011 $A'000	2010 $A'000
	Current assets		
4.1	Cash and cash equivalents	431,670	101,720
4.2	Trade and other receivables	98,862	163,566
4.3	Film distribution royalties	27,214	28,310
4.4	Inventories	18,365	19,600
4.5	Current tax assets	--	218
4.6	Derivatives	2	687
4.7	Other	5,975	7,857
4.8	**Total current assets**	**582,088**	**321,958**
	Non-current assets		
4.9	Trade and other receivables	10,148	76,420
4.10	Investments (equity accounted)	16,126	28,217
4.11	Available-for-sale investments	302	843
4.12	Property, plant and equipment	532,348	662,576
4.13	Film distribution royalties	47,169	51,283
4.14	Intangibles - radio licences *(refer note 1 below)*	--	457,901
4.15	Intangibles – goodwill (net)	235,736	330,882
4.16	Intangibles - other (net)	42,544	58,640
4.17	Deferred tax assets	2,663	34,693
4.18	Derivatives	--	--
4.19	Other	2,980	4,407
4.20	**Total non-current assets**	**890,016**	**1,705,862**
4.21	**Total assets**	**1,472,104**	**2,027,820**
	Current liabilities		
4.22	Trade and other payables	150,450	226,358
4.23	Interest bearing loans and borrowings	46,261	66,451
4.24	Derivatives	2,863	3,419
4.25	Income tax payable	52,968	4,657
4.26	Provisions (excluding tax liabilities)	28,219	27,633
4.27	Unearned revenue	26,895	29,191
4.28	Other	61	909
4.29	**Total current liabilities**	**307,717**	**358,618**
	Non-current liabilities		
4.30	Trade and other payables	30,504	31,988
4.31	Interest bearing loans and borrowings	438,923	862,362
4.32	Deferred and other income tax liabilities	14,324	63,486
4.33	Derivatives	1,414	1,710
4.34	Provisions (excluding tax liabilities)	11,861	21,385
4.35	Other	644	2,010
4.36	**Total non-current liabilities**	**497,670**	**982,941**
4.37	**Total liabilities**	**805,387**	**1,341,559**
4.38	**Net assets**	**666,717**	**686,261**
	Equity		
	Parent entity interest:		
4.39	Contributed equity	250,409	280,316
4.40	Reserves	82,624	319,655
4.41	Retained earnings (accumulated losses)	333,684	(42,174)
4.42	Parent interests	666,717	557,797
4.43	Non-controlling interests	--	128,464
4.44	**Total equity**	**666,717**	**686,261**
4.45	Preference capital included as part of 4.39	--	313,302

Notes to the Consolidated Statement of Financial Position

Note 1. As at 30 June 2010, Austereo Group Limited reflected the carrying value of Radio Licences at cost of $870.0 million. This value was supported by an independent valuation which was commissioned annually and updated six monthly. The carrying value of Radio Licences by Austereo Group Limited was below the lower end of the range of estimates provided by the independent valuer. The Village Roadshow Ltd. group had continued to record these Radio Licences at original cost of $457.9 million. Both the $870.0 million and $457.9 million amounts referred to above represented 100% of the Radio Licences as at 30 June 2010. During the year ended 30 June 2011, Village Roadshow Limited disposed of its shareholding in Austereo Group Limited (refer item 12.1).

5. Exploration and evaluation expenditure capitalised – N/A

6. Development properties - N/A

Consolidated Statement of Cash Flows [1]

		2011 $A'000	2010 $A'000
	Cash flows from operating activities		
7.1	Receipts from customers	1,280,220	1,460,328
7.2	Payments to suppliers and employees	(1,072,981)	(1,183,277)
7.3	Dividends and distributions received	5,144	6,933
7.4	Interest and other items of similar nature received	13,834	5,529
7.5	Finance costs	(61,039)	(64,456)
7.6	Income taxes paid	(15,367)	(19,071)
7.7	Other	--	--
7.8	**Net cash flows from operating activities**	**149,811**	**205,986**
	Cash flows from investing activities		
7.9	Purchases of property, plant, equipment and intangibles	(78,863)	(61,587)
7.10	Proceeds from sale of property, plant and equipment	1,142	139
7.11	Purchase of equity investments	(9,780)	(940)
7.12	Proceeds from sale of equity investments [2]	554,923	76,354
7.13	Loans to (or repaid to) other entities	(5,363)	(34,404)
7.14	Loans from (or repaid by) other entities	34,755	11,769
7.15	Other	--	1,006
7.16	**Net cash flows from (used in) investing activities**	**496,814**	**(7,663)**
	Cash flows from financing activities		
7.17	Proceeds from issues of shares	--	--
7.18	Proceeds from borrowings	161,300	371,051
7.19	Repayment of borrowings [3]	(387,777)	(398,713)
7.20	Dividends paid	(47,800)	(38,270)
7.21	Buybacks of shares	(41,372)	(109,896)
7.22	**Net cash flows from (used in) financing activities**	**(315,649)**	**(175,828)**
7.23	**Net increase (decrease) in cash held**	**330,976**	**22,495**
7.24	Cash at beginning of period *(see reconciliation of cash)*	101,720	79,626
7.25	Exchange rate adjustments to item 7.24	(1,026)	(401)
7.26	**Cash at end of period** *(see reconciliation of cash)*	**431,670**	**101,720**

Notes to the Consolidated Statement of Cash Flows:

1. For the purposes of the statement of cash flows, cash includes deposits at call with financial institutions and other highly liquid investments with short periods to maturities which are readily convertible to cash on hand and are subject to an insignificant risk of changes in value, net of outstanding bank overdrafts.

2. Proceeds from sale of equity investments in 2011 of $554.9 million includes $171.8 million relating to the disposal of the Attractions division, being Sydney Attractions Group and Kelly Tarlton's in New Zealand, and $376.1 million relating to the disposal of the Radio division, being Austereo Group Limited. In 2010, proceeds on disposal of $76.4 million includes $72.7 million relating to the disposal of the Greece and Czech Republic operations, which was effective from 1 July 2009. Refer item 12.1.

3. Repayment of borrowings in 2011 of $387.8 million includes $58.0 million relating to Sydney Attractions Group, which was repaid out of the sale proceeds relating to Sydney Attractions Group at the time of settlement of the sale.

Notes to the Consolidated Statement of Cash Flows (Continued):

Reconciliation of net profit after tax to net operating cash flows

	2011 $A'000	2010 $A'000
Net profit	**204,272**	**117,204**
Adjust for:		
Depreciation	44,682	46,606
Amortisation	18,757	20,851
Impairment and write-downs of non-current assets (refer items 1.22 & 19.1(b))	16,502	22,145
Provisions	4,539	(2,000)
Net (gains) losses on disposal of assets	(200,897)	(26,454)
Unrealised foreign currency (profit)/loss	134	911
Unrealised derivative (gain) loss (refer items 1.22, 1.23 and 19.1(b))	(1,571)	(7,083)
Net equity accounted (profits) losses	34,409	10,010
Changes in assets & liabilities:		
Trade and other receivables	17,282	20,087
Trade and other payables	(36,284)	18,525
Income tax payable	52,968	(400)
Unearned income	461	(268)
Other payables and provisions	16,132	(21,351)
Inventories	(491)	740
Capitalised borrowing costs	860	(387)
Deferred and other income tax assets and liabilities	(25,899)	(10,930)
Prepayments and other assets	3,955	17,780
Net operating cash flows	**149,811**	**205,986**

Reconciliation of cash and cash equivalents

Reconciliation of cash and cash equivalents at the end of the period (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.		2011 $A'000	2010 $A'000
8.1	Cash on hand and at bank	45,238	60,429
8.2	Deposits at call	386,432	41,291
8.3	Bank overdraft	--	--
8.4	Total cash at end of period – continuing operations	431,670	101,720
8.5	Cash on hand & at bank attributable to discontinued operations	--	--
8.6	**Total cash and cash equivalents at end of period**	**431,670**	**101,720**

Disposal of controlled entities

During the year ended 30 June 2011, the economic entity disposed of its Attractions division, being the Sydney Attractions Group and Kelly Tarlton's in New Zealand, effective from 26 December 2010, and it also disposed of its Radio division, being Austereo Group Limited, effective from 31 March 2011 (refer item 12.1). In the previous corresponding period, the economic entity disposed of its investments in Cinema Exhibition and Film Distribution operations in Greece and Czech Republic effective from 1 July 2009 (refer item 12.1.)

Undrawn credit facilities

The economic entity has undrawn credit facilities at balance date of $8.0 million (2010: $128.9 million), and is currently in negotiations to refresh a facility of $100 million which was fully repaid following the sale of the Attractions and Radio divisions during the year ended 30 June 2011.

Notes to the Consolidated Statement of Cash Flows (Continued):

Non-cash financing and investing activities

Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows are as follows. (If an amount is quantified, show comparative amount.)

N/A

Acquisition of controlled entities/Business combinations

N/A

Other notes to the financial statements

Ratios		Current period	Previous corresponding period
9.1	**Profit before tax / revenue** Consolidated profit (loss) from continuing operations before income tax expense *(item 1.5)* as a percentage of income *(item 1.1)*	(1.4%)	4.8%
9.2	**Profit after tax / +equity interests** Consolidated profit (loss) attributable to members of Village Roadshow Limited *(item 1.11)* as a percentage of parent entity equity at the end of the period *(item 4.42)*	27.8%	17.0%

Earnings per share (EPS)		Current period	Previous corresponding period
10.1	Details of basic and diluted EPS reported separately in accordance with paragraph 9 and 30 of AASB133 *Earnings Per Share* are as follows.		
	Basic and diluted EPS [1,3]	135.85c	72.88c
	Total EPS [2,3]	119.23c	50.10c
	Basic and diluted EPS from continuing operations are as follows:		
	Basic and diluted EPS [1,3]	20.57c	36.62c
	Total EPS [2,3]	18.05c	27.31c
	Weighted Average Number of shares outstanding during the period used in the calculations of EPS:		
	Ordinary Shares	136,554,235	119,015,814
	Total Shares	155,591,590	189,282,366

Note 1. Basic and diluted EPS calculated in accordance with AASB 133: *Earnings Per Share*.

Note 2. Total EPS represents Earnings Per Share on total Ordinary and Preference shares.

Note 3. Under Accounting Standard AASB 2: *Share Based Payment*, shares issued under the company's various share plans are treated as 'in-substance' options. Shares issued under these plans that are treated as 'in-substance' options are included in Ordinary Shares and Total Shares for the purposes of the EPS calculation.

NTA backing		Current period	Previous corresponding period
11.1	Net tangible asset backing per +ordinary security	2.56	($1.74)

Note. Net tangible asset backing shown at item 11.1 above for the previous corresponding period excluded the carrying value of Radio Licences. Including these assets, the NTA per ordinary security for 2010 was $1.01.

Discontinued Operations

12.1
As advised in a number of announcements to the Australian Securities Exchange ("ASX") during the year ended 30 June 2011, the VRL group has sold its Attractions division, being the Sydney Attractions Group and Kelly Tarlton's in New Zealand, effective from 26 December 2010. Also, as advised in a number of announcements to ASX during the year ended 30 June 2011, the VRL group accepted a takeover offer from Southern Cross Media Group Limited for all of its shares in Austereo Group Limited, and elected to receive all consideration in cash. The sale of Austereo Group Limited has been accounted for as being effective from 31 March 2011. The total gain on disposal of discontinued operations in the year ended 30 June 2011 was $134.3 million after tax.

In the previous comparative period, as advised to the Australian Securities Exchange on 10 August 2009, the VRL group disposed of its Cinema Exhibition and Film Distribution operations in Greece, and also disposed of its Cinema Exhibition operations in the Czech Republic, effective from 1 July 2009. This resulted in a gain on disposal after tax of $25.6 million.

Details of the results of those discontinued operations for the current and previous corresponding periods are as follows:

	Consolidated 2011 $A'000	Consolidated 2010 $A'000
Income Statement		
Revenues	236,946	314,202
Other income	203,707	74,744
Share of associates' profit	1,726	1,891
Finance costs	(12,618)	(17,201)
Expenses excluding finance costs	(169,960)	(294,621)
Profit (loss) from discontinued operations before tax	259,801	79,015
Income tax benefit (expense)	(83,618)	(13,496)
Profit (loss) from discontinued operations after tax	176,183	65,519
Non-controlling interest	18,756	22,369
Profit (loss) after tax attributable to members of the parent	157,427	43,150
Cashflow Information		
The consolidated net cashflows of the discontinued operations during the reporting period were as follows:		
Net operating cashflows	54,730	69,089
Net investing cashflows	533,168	51,186
Net financing cashflows [1]	(100,565)	(44,694)
Total net cashflows	487,333	75,581
Balance Sheet		
Assets – carrying amount at reporting date	--	--
Liabilities at reporting date	--	--
Net Assets (Liabilities) at reporting date	--	--
Proceeds from net assets disposed	547,848	83,839
Net assets disposed	346,805	61,634
Gain on disposal of net assets before income tax	201,043	22,205
Income tax (expense) benefit relating to the disposal of net liabilities	(66,793)	3,345
Gain on disposal of net assets after income tax	134,250	25,550

Note 1: Included in the discontinued net financing cash flows for 2011 are dividends paid by Austereo Group Limited to Village Roadshow Limited of $19.4 million (2010: $16.5 million).

Note 2: The comparative figures for 2010 for the Income Statement and Cashflow Information have been re-stated to include the operations that were discontinued in the year ended 30 June 2011.

Control gained over entities having material effect

13.1	Name of entity (or group of entities)	N/A
13.2	Consolidated profit (loss) from continuing operations after tax of the entity (or group of entities) since the date in the current period on which control was +acquired	
13.3	Date from which such profit has been calculated	
13.4	Profit (loss) from continuing operations after tax of the entity (or group of entities) for the whole of the previous corresponding period	

Loss of control of entities having material effect

14.1	Name of entity (or group of entities)	Refer item 12.1 for details of disposal of the VRL group's Attractions division, being Sydney Attractions Group and Kelly Tarlton's in New Zealand effective from 26 December 2010, and the VRL group's Radio Division, being Austereo Group Limited, effective from 31 March 2011. In the previous corresponding period, the VRL group disposed of its Cinema Exhibition and Film Distribution operations in Greece and Czech Republic.
14.2	Consolidated attributable profit (loss) after tax of the entity (or group of entities) for the current period to the date of loss of control	Attractions division: $2.0 million Radio division: $20.7 million
14.3	Date to which the profit (loss) in item 14.2 has been calculated	Attractions division: 26 December 2010 Radio division: 31 March 2011
14.4	Consolidated profit (loss) after tax of the entity (or group of entities) while controlled during the whole of the previous corresponding period	Attractions division: ($7.1) million (incl. ($13.2) million for material items) Radio division: $24.7 million
14.5	Contribution to consolidated profit (loss) from sale of interest leading to loss of control	Total: $134.3 million

Dividends (in the case of a trust, distributions)

15.1	Date the dividend (distribution) is payable	6 October 2011
15.2	+Record date to determine entitlements to the dividend (distribution) (ie, on the basis of registrable transfers received by 5.00 pm if +securities are not +CHESS approved, or security holding balances established by 5.00 pm or such later time permitted by SCH Business Rules if +securities are +CHESS approved)	15 September 2011
15.3	Has the dividend been declared?	Yes

Amount per Security

			Amount per security	Franked amount per security at 30% tax	Conduit foreign income per security
15.4	**Final dividend:**	Current year - Ords	8.0c	8.0c	--
	(to be paid October 2011)	- Prefs	--	--	--
15.5		Previous year - Ords	6.0c	6.0c	--
	(Paid December 2009)	Prefs	9.0c	9.0c	--
15.6	**Interim dividend:**	Current year - Ords	8.0c	5.6c	2.4c
	(Paid April 2011)	- Prefs	--	--	--
15.7		Previous year - Ords	3.75c	3.75c	--
	(Paid July 2009)	- Prefs	3.75c	3.75c	--
15.8	**Special dividend:**	Current year - Ords	12.0c	8.4c	3.6c
	(Paid April 2011)	- Prefs	--	--	--
15.9		Previous year - Ords	--	--	--
		- Prefs	--	--	--

Total dividend (distribution) per security (interim & final)

		Current year	Previous year
15.10	+Ordinary securities	28.0c	9.75c
15.11	Preference +securities	--	12.75c

Dividends Paid on all securities

		Current period $A'000	Previous corresponding Period $A'000
15.12	+Ordinary securities *(each class separately)*	30,286	11,612
15.13	Preference +securities *(each class separately)*	--	11,761
15.14	**Total**	**30,286**	**23,373**

The +dividend or distribution plans shown below are in operation.

N/A

The last date(s) for receipt of election notices for the +dividend or distribution plans — N/A

Any other disclosures in relation to dividends (distributions) — N/A

Details of aggregate share of profits (losses) of associates and joint venture entities

Group's share of associates' and joint venture entities':		Current period $A'000	Previous corresponding period $A'000
16.1	Profit (loss) from continuing operations before income tax	(35,125)	(3,542)
16.2	Income tax (expense) benefit on continuing operations	(1,010)	(1,426)
16.3	**Share of net profit (loss) of associates and joint venture entities**	**(36,135)**	**(4,968)**

Note 1. Equity accounted results include material items of income & expense loss of $37.0 million (2010: loss of $2.2 million), representing a loss of $4.7 million for impairment of investments (2010: $2.2 million) and a loss of $32.3 million for equity accounting of net investment (2010 – nil) – refer item 19.1(b).

Material interests in entities which are not controlled entities

The economic entity has an interest (that is material to it) in the following entities.

Name of entity	Percentage of ownership interest held at end of period or date of disposal		Contribution to net profit (loss) after tax (item 1.4)	
17.1 **Equity accounted associates and joint venture entities**	Current period	Previous corresponding period	Current Period A$'000	Previous corresponding period A$'000
Associates:				
Dartina Development Ltd	50.00%	50.00%	5,077	5,610
Village Roadshow Entertainment Group Ltd [1,2,3,4]	40.44%	40.89%	(32,332)	175
IPic-Gold Class Entertainment LLC [5]	30.00%	--	(8,008)	--
Other [6]	N/A	N/A	(22)	133
			(35,285)	**5,918**
Joint venture entities/partnerships:				
VRGCC Holdings LLC [5]	50.00%	50.00%	--	(12,113)
Other [6]	N/A	N/A	(850)	1,227
			(850)	**(10,886)**
17.2 **Total**			**(36,135)**	**(4,968)**

Notes:

1. Previously called Village Roadshow Entertainment Group (BVI) Limited.
2. The VRL group loan to VREG of US$45 million, which was made in May 2009, was restructured in the year ended 30 June 2011 into preference shares (VL Class shares) in VREG on similar economic terms to the original loan. In addition, a further class of preference shares were issued at the same time in recognition of certain priority distributions VRL group are entitled to (V Class shares). The VL Class and V Class shares may be converted to ordinary shares or redeemed in certain circumstances set out in the VREG Shareholders Agreement. The VL Class and V Class shares, together with the VRL group's existing 40.44% holding of ordinary shares, represent approximately 55% of the economic interest in VREG. As a result of the Shareholders Agreement, which requires consensus for key decisions, the VL Class and V Class shares do not deliver control of VREG to the VRL group in accordance with AASB 127: *Consolidated and Separate Financial Statements*, therefore the VRL group has continued to account for VREG in accordance with AASB 128: *Investments in Associates*.
3. During the year ended 30 June 2011, the remaining carrying value of the VL Class preference shares of $32.3 million (previously being a loan to VREG) was determined to be part of the net investment in VREG for accounting purposes, and as a result, further unrecognised equity-accounted losses of VREG were applied against this amount, reducing the carrying value to nil as at 30 June 2011 (refer item 19.1(b)).
4. Prior to 30 June 2011, the VRL group executed a loan facility agreement with Village Roadshow Entertainment Group (Asia) Limited ("VREG Asia"), which is part of the VREG group. The total facility amount is USD 17.5 million, which was undrawn as at 30 June 2011 and as at the date of this report. This loan facility has been provided to fund VREG Asia's investment in its Chinese film business, and includes a put and call option which may, in certain circumstances, result in the VRL group acquiring VREG Asia and its Chinese film business.
5. During the year ended 30 June 2011, as detailed in Note 28(a) of the VRL group accounts for the year ended 30 June 2010, the restructured Gold Class USA operations were transferred from VRGCC Holdings LLC to IPic-Gold Class Entertainment LLC. Included in the IPic-Gold Class Entertainment LLC results for 2011 is an impairment of the investment carrying value of $4.7 million, and included in the VRGCC Holdings LLC results for 2010 is an impairment of the investment carrying value of $2.2 million *(refer item 19.1(b))*.
6. In relation to 'other' associates and joint venture entities/partnerships referred to above, there have been no significant changes in the state of affairs during the period.

Issued and quoted securities at end of current period

(Description includes rate of interest and any redemption or conversion rights together with prices and dates.)

Category of +securities		Total number	Number quoted	Issue price per security (cents)	Amount paid up per security (cents)
18.1	**Preference +securities** *(description)*				
	A Class Preference shares [1]	--	--		
18.2	Changes during current period				
	(a) Increases through issues	--	--		
	(b) Decreases through returns of capital, buybacks, redemptions	(7,866,546)	(7,866,546)		
	(c) Conversion of remaining A Class Preference shares into Ordinary shares [2]	(44,368,905)	(44,368,905)		
18.3	**+Ordinary securities** [1]	151,458,556	151,458,556		
18.4	Changes during current period				
	(a) Increases through issues	380,456	380,456		
	(b) Decreases through returns of capital, buybacks	(7,508,454)	(7,508,454)		
	(c) Conversion of remaining A Class Preference shares into Ordinary shares [2]	44,368,905	44,368,905		
18.5	**+Convertible debt securities** *(description and conversion factor)*	--	--		
18.6	Changes during current period				
	(a) Increases through issues	--	--		
	(b) Decreases through returns of capital, buybacks	--	--		
18.7	**Options** *(description and conversion factor)* Details of options over Ordinary shares issued in July 2008, with an effective grant date of 1 March 2008 were as follows:			*Exercise Price* [3]	*Expiry Date (if any)*
	Options over Ordinary shares	1,742,904	1,742,904	$3.00	1/3/2015
	Options over Ordinary shares	2,000,000	2,000,000	$3.00	1/3/2015
	Options over Ordinary shares	2,000,000	2,000,000	$3.00	1/3/2015
18.8	Issued during current period	--	--		
18.9	Exercised during current period	--	--		
18.10	Expired during current period	(257,096)	(257,096)		
18.11	**Debentures** *(description)*				
18.12	Changes during current period	N/A	N/A		
18.13	**Unsecured notes** *(description)*				
18.14	Changes during current period	N/A	N/A		

Note 1. Accounting Standard AASB 2: *Share Based Payment* requires shares issued under the company's various share plans to be treated as 'in-substance' options. Shares issued under these plans that are treated as 'in-substance' options are included in the Ordinary and Preference securities disclosed in items 18.3 and 18.1, and excluded from the Options disclosed in item 18.7.

Note 2. During the year ended 30 June 2011, following approval by shareholders in general meeting, the remaining A Class Preference shares were converted into Ordinary shares.

Note 3. Following approval by shareholders in general meeting, the exercise price of the options over ordinary shares was reduced from $3.00 to $2.00 per option effective from 19 July 2011, to reflect the distribution of $1.00 per share paid on that date (refer item 21.1).

19.1 Reporting by Operating Segments[1]

	Theme Parks		Cinema Exhibition		Film Distribution		Other[2]		Total	
	2011 $'000	2010 $'000	2011 $'000	2010 $'000	2011 $'000	2010 $'000	2011 $'000	2010 $'000	2011 $'000	2010 $'000
(a) Segment Disclosures – Continuing Operations:										
Total segment revenue	279,193	303,289	234,562	237,373	389,885	409,295	--	--	903,640	949,957
Plus: Non-segment revenue	--	--	--	--	--	--	18,003	8,042	18,003	8,042
Less: Inter-segment revenue	--	--	--	--	(17,417)	(15,634)	(1,386)	(342)	(18,803)	(15,976)
Total Revenue									**902,840**	**942,023**
Segment results before tax	31,112	42,860	28,355	30,802	35,479	36,631	--	--	94,946	110,293
Non-segment result (Corporate)	--	--	--	--	--	--	(47,823)	(60,956)	(47,823)	(60,956)
Operating profit before tax and material items of income and expense	**31,112**	**42,860**	**28,355**	**30,802**	**35,479**	**36,631**	**(47,823)**	**(60,956)**	**47,123**	**49,337**
Income tax (expense) / benefit excluding material items	(9,847)	(12,858)	(6,395)	(9,241)	(11,045)	(10,989)	11,417	18,782	(15,870)	(14,306)
Operating profit after tax, before material items of income and expense	**21,265**	**30,002**	**21,960**	**21,561**	**24,434**	**25,642**	**(36,406)**	**(42,174)**	**31,253**	**35,031**
Material items of income and (expense) before tax	(15,970)	3,795	(8,800)	(2,395)	801	2,348	(36,247)	(7,155)	(60,216)	(3,407)
Income tax expense – material items	3,740	(1,139)	149	56	(240)	(704)	53,403	21,848	57,052	20,061
Material items of income and expense after tax	(12,230)	2,656	(8,651)	(2,339)	561	1,644	17,156	14,693	(3,164)	16,654
Total profit before tax from continuing operations	15,142	46,655	19,555	28,407	36,280	38,979	(84,070)	(68,111)	(13,093)	45,930
Total income tax expense from continuing operations	(6,107)	(13,997)	(6,246)	(9,185)	(11,285)	(11,693)	64,820	40,630	41,182	5,755
Total profit after tax from continuing operations per the statement of comprehensive income	**9,035**	**32,658**	**13,309**	**19,222**	**24,995**	**27,286**	**(19,250)**	**(27,481)**	**28,089**	**51,685**
Interest income	497	491	845	614	1,792	1,696	10,420	2,373	13,554	5,174
Finance costs before fair value change on derivatives	24,939	20,705	6,382	5,787	9,916	7,865	11,354	14,915	52,591	49,272
Finance costs – fair value change on derivatives (material items)									(1,364)	(5,917)
Total finance costs									51,227	43,355
Depreciation and amortisation expense	31,668	32,971	12,492	10,629	6,915	7,241	3,296	2,701	54,371	53,542
Equity-accounted net profit (loss) excluding material items	--	--	2,600	(2,541)	(2,050)	--	356	(218)	906	(2,759)
Equity-accounted net profit (loss) - material items									(37,041)	(2,209)
Total equity-accounted net profit (loss)									(36,135)	(4,968)
Non-cash expenses other than depreciation	12	353	41	--	122	121	134	693	309	1,167
Capital expenditure	38,164	27,133	20,503	8,569	2,381	2,863	3,779	1,830	64,827	40,395

(b) Material Items of income and expense from continuing operations:		
Impairments, write-downs and provisions relating to non-current assets and onerous lease	(24,807)	(4,354)
Unrealised mark to market profits (losses) on interest rate and foreign currency derivatives not designated in hedging relationships	1,283	5,991
Equity-accounted losses on net investments	(32,332)	--
Restructuring costs	(4,360)	--
Net realised foreign currency profits (losses) on non-recurring items	--	(5,044)
Total profit (loss) from material items of income and expense before tax	(60,216)	(3,407)
Income tax benefit	57,052	20,061
Total profit (loss) from material items of income and expense after tax	**(3,164)**	**16,654**
(c) Earnings Per Share adjusted to eliminate discontinued operations and material items of income and expense from the calculations:		
Basic and diluted EPS	22.89c	22.63c
Total EPS	**20.09c**	**18.51c**

[1] Description of Reportable Segments: Theme Parks: Theme park and water park operations / Cinema Exhibition: Cinema exhibition operations / Film Distribution: Film, DVD & video distribution operations
[2] The 'Other' column represents financial information which is not reported in one of the reportable segments

20.1 Reconciliation of operating result and reported EBITDA analysis – continuing operations	Operating result excluding material items		Reported EBITDA excluding material items	
	Current period $A'000	Previous corresp. period $A'000	Current period $A'000	Previous corresp. period $A'000
Theme Parks	31,112	42,860	87,222	96,045
Film Distribution	35,479	36,631	50,518	50,041
Cinema Exhibition	28,355	30,802	46,384	46,604
Other (includes corporate overheads)	(47,823)	(60,956)	(43,593)	(45,713)
Total	**47,123**	**49,337**	**140,531**	**146,977**
Calculation of Reported EBITDA				
Profit from continuing operations before material items and tax			47,123	49,337
Add (Subtract):				
Depreciation and amortisation			54,371	53,542
Finance costs			52,591	49,272
Interest income			(13,554)	(5,174)
Reported EBITDA (before non-controlling interests)			**140,531**	**146,977**

Basis of financial report preparation

21.1 A description of each event since the end of the current period which has had a material effect and which is not already reported elsewhere in this Appendix or in attachments, with financial effect quantified (if possible).

Shareholder Distribution of $1.00 per share paid in July 2011:
Following approval by shareholders in general meeting, a distribution of $1.00 per ordinary share, totalling $151.5 million, was paid on 19 July 2011. This cash distribution comprised a fully-franked distribution of $0.80 per share, and a capital reduction amount of $0.20 per share.

21.2 Material factors affecting the revenues and expenses of the economic entity for the current period. In a half yearly report, provide explanatory comments about any seasonal or irregular factors affecting operations.

Refer narrative.

21.3 Franking credits available and prospects for paying fully or partly franked dividends for at least the next year.

It is anticipated that franking credits will be available to enable future dividends paid by the Company to be at least partly-franked.

21.4 Unless disclosed below, the accounting policies, estimation methods and measurement bases used in this report are the same as those used in the last annual report. Any changes in accounting policies, estimation methods and measurement bases since the last annual report are disclosed as follows. (Disclose changes in accounting policies in the preliminary final report in accordance with AASB 108: Accounting Policies, Changes in Accounting Estimate and Errors).

N/A

21.5 Revisions in estimates of amounts reported in previous interim periods. For half yearly reports the nature and amount of revisions in estimates of amounts reported in previous +annual reports if those revisions have a material effect in this half year.

N/A

Basis of financial report preparation (continued)

21.6 Changes in contingent liabilities or assets. For half yearly reports, changes in contingent liabilities and contingent assets since the last + annual report.

(a) Contingent Liabilities:

Contingent liabilities are not materially different from those disclosed in the 30 June 2010 accounts, as updated in the 31 December 2010 half-year accounts.

The following contingent liabilities are not materially different to the position as disclosed in the 30 June 2010 accounts, as updated in the 31 December 2010 half-year accounts, but the latest information is as follows:

(i) Other contingent liabilities - Film Production and Music:

VRL continues to provide guarantees in relation to monies owing by Village Roadshow Entertainment Group Limited ("VREG") to Warner Bros. Entertainment Inc. ("WB") and its affiliates. These guarantees include obligations for prints and advertising amounts owing by VREG to WB, which are not capped, and other amounts owing by VREG to WB, which are capped at USD 50 million.

The total amount owing by VREG to WB as at 30 June 2011 which was covered by these guarantees was USD 0.1m (2010: USD 15.8 million) relating to prints and advertising amounts, however as these amounts are recouped by WB directly out of film exploitation proceeds collected by WB, no liability is expected to arise for VRL under the guarantees.

In the event that payments are made under the guarantees, VRL has recourse against VREG and shareholders of VREG (for their proportion of any such payment). VRL does not believe that any future payments will be required under these guarantees.

(ii) Other contingent liabilities - Belfast Rent Dispute:

As disclosed in Note 22(a)(vii) in the 30 June 2010 accounts, litigation was in progress between Village Theatres 3 Limited ("VT3"), a wholly-owned subsidiary in the Village Roadshow Limited group ("VRL group"), VT3's landlord and its sub-tenant.

In April 2011, the matter between VT3 and the sub-tenant was settled, and VT3 recovered all remaining amounts owing by the sub-tenant as part of that settlement. VT3 is continuing to take action against the landlord seeking damages. The landlord is also seeking payment of unpaid rent, which has been fully accrued in VT3's accounts as at 30 June 2011.

(iii) Other contingent liabilities – Income Tax:

As disclosed in Note 22(a)(vi) in the 30 June 2010 accounts, the VRL group anticipated that tax audits may occur in Australia, and that the VRL group was subject to routine tax audits in certain overseas jurisdictions.

Following an initial review by the Australian Taxation Office ("ATO") which commenced in the year ended 30 June 2011, the ATO advised in July 2011 that they intended to conduct a tax audit of the VRL group in relation to certain non-interest bearing loans owing to Australian members of the VRL Tax Consolidated group predominantly by largely dormant overseas subsidiaries.

VRL does not currently believe that any material impact will result from the proposed tax audit.

(b) Contingent Assets:

Contingent assets are not materially different from those disclosed in the 30 June 2010 accounts.

Basis of financial report preparation (continued)

21.7 All financial results for the years ended 30 June 2011 and 30 June 2010 are in accordance with the requirements of International Financial Reporting Standards (IFRS), following the change from previous Australian Accounting Standards effective from 1 July 2004.

21.8 The presentation and classification of comparative items in this report have been adjusted where appropriate to ensure that the disclosures are consistent with the current period.

Additional disclosure for trusts

22.1 Number of units held by the management company or responsible entity or their related parties.	N/A
22.2 A statement of the fees and commissions payable to the management company or responsible entity. Identify initial service charges/management fees/other fees	

Annual meeting

The annual meeting will be held as follows:

Place	Jam Factory Cinemas, 500 Chapel Street, South Yarra, VIC, 3141
Date	17 November 2011
Time	9.00 am
Approximate date the +annual report will be available	17 October 2011

Compliance statement

1 This report has been prepared in accordance with AASB standards, other AASB authoritative / pronouncements and Standing Interpretations Committee Interpretations or other standards acceptable to ASX.

Identify other standards used	N/A

2 This report, and the +accounts upon which the report is based (if separate), use the same accounting policies.

3 This report does give a true and fair view of the matters disclosed.

4 This report is based on +accounts to which one of the following applies *(Tick one)*

☐	The +accounts have been audited.	☐	The +accounts have been subject to review.
✓	The +accounts are in the process of being audited or subject to review.	☐	The +accounts have *not* yet been audited or reviewed.

5 The entity has a formally constituted audit committee.

Sign here: _____ Date: 18 August 2011
(Company secretary)

Print name: SHAUN DRISCOLL