



VILLAGE ROADSHOW LIMITED

RESULTS COMMENTARY FOR THE YEAR ENDED 30 JUNE 2009

Five Businesses

(2)

1.THEME PARKS 2.FILM DISTRIBUTION 3.CINEMA EXHIBITION 4.RADIO 5.FILM PRODUCTION & MUSIC



ALL IN THE BUSINESS OF ENTERTAINMENT

A] Drive EBITDA

- focus on core business

B] Attack Costs

- micro manage margins

C] Strategic Expansion

- organic / merger / development / growth

D] Reduce Long Term Debt

- drive free cashflow, manage capital expenditure

	Operating Result Excl Material Items		Reported EBITDA Excl Material Items	
	FY2009 (m)	FY2008 (m)	FY2009 (m)	FY2008 (m)
THEME PARKS: GOLD COAST	\$35.6	\$29.2	\$82.4	\$80.2
THEME PARKS: AQUARIUMS	\$10.2	\$2.0	\$19.8	\$4.9
THEME PARKS: US WATER PARKS	\$(3.1)	\$(0.4)	\$(1.1)	\$(0.2)
FILM DISTRIBUTION	\$38.1	\$36.8	\$57.0	\$55.7
CINEMA EXHIBITION	\$30.6	\$21.3	\$53.7	\$45.4
CINEMA EXH'N: GOLD CLASS USA	\$(7.4)	\$(2.2)	\$(7.4)	\$(2.2)
RADIO: AUSTereo	\$65.3	\$70.2	\$87.4	\$94.4
CORPORATE/OTHER	\$(55.9)	\$(47.6)	\$(44.4)	\$(40.8)
	\$113.4	\$109.3	\$247.4	\$237.4

Theme Parks

5



SydneyAttractionsGroup

RESULTS ANALYSIS

	FY 2009 (m)	FY 2008 (m)
TOTAL ATTENDANCE	4.1	4.0
SALES REVENUE	\$274.1	\$275.4
OTHER REVENUE	\$0.4	\$1.3
TOTAL EXPENSES ⁽¹⁾	\$192.1	\$196.5
EBITDA	\$82.4	\$80.2
DEPRECIATION AND AMORTISATION	\$25.5	\$23.9
INTEREST (NET)	\$21.3	\$27.1
NET PROFIT BEFORE TAX	\$35.6	\$29.2
TOTAL CAPEX	\$31.9	\$28.7

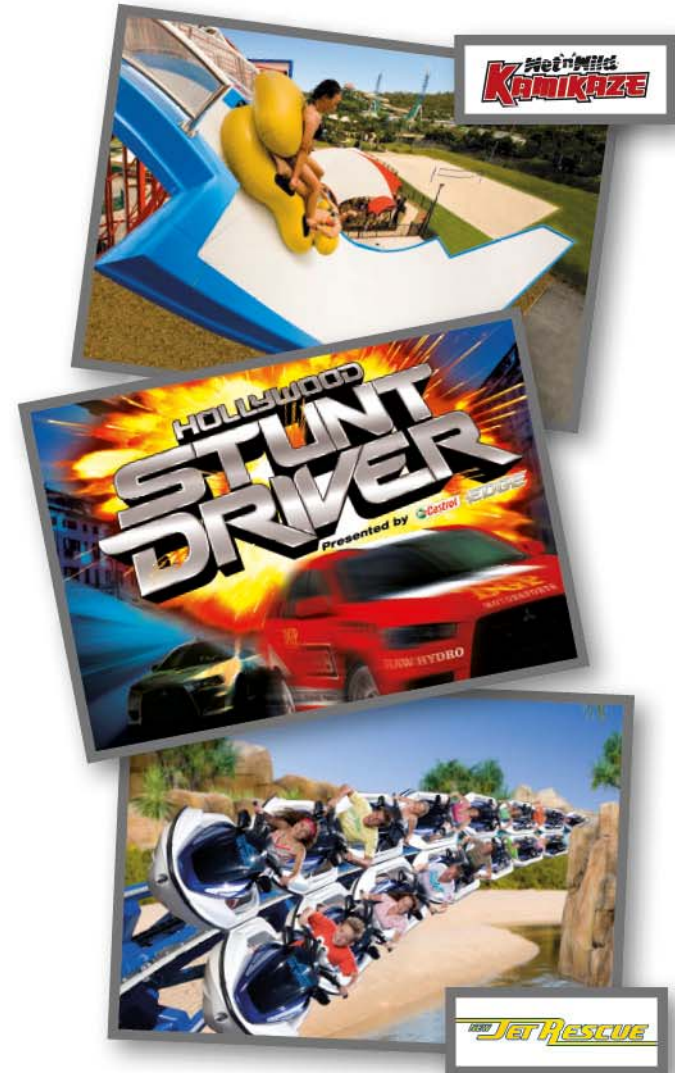
Note 1. 2009 includes restructure costs of \$1.3 million

New Attractions in 2009

- Hollywood Stunt Driver
at Warner Bros. Movie World
- Jet Ski Rescue thrill ride
at Sea World
- Kamikaze Double Sidewinder ride
at Wet'n'Wild

Attendance Numbers - Q150/annual
passes

Management Restructure



RESULTS ANALYSIS

	FY 2009 (m)	FY 2008 (m) ¹
TOTAL ATTENDANCE	0.3	0.0
SALES REVENUE	\$14.5	\$1.9
TOTAL EXPENSES ⁽²⁾	\$15.6	\$2.1
EBITDA	\$(1.1)	\$(0.2)
DEPRECIATION AND AMORTISATION	\$1.7	\$0.2
INTEREST (NET)	\$0.3	\$0.0
NET PROFIT BEFORE TAX	\$(3.1)	\$(0.4)
TOTAL CAPEX	\$37.1	\$3.3

Note 1. Represents Wet'n'Wild Hawaii's contribution to VRL's 2008 results only, Hawaii was purchased on 12 May 2008

Note 2. 2009 includes \$1.5m of pre opening costs relating to Wet 'n' Wild Phoenix



WET'N'WILD HAWAII

**Sale and Leaseback finalised
Overhead costs and per cap
management**

WET'N'WILD PHOENIX

**Opened July 2009
Pre opening costs - US\$1.5m**



RESULTS ANALYSIS	FY 2009 (m)¹	FY 2008 (m) VRL²	FY 2008 (m)
TOTAL ATTENDANCE	2.6	0.9	2.5
SALES REVENUE	\$57.6	\$20.9	\$52.0
OTHER REVENUE	\$2.1	\$0.4	\$2.5
TOTAL EXPENSES	\$39.9	\$16.4	\$37.4
EBITDA	\$19.8	\$4.9	\$17.1
DEPRECIATION AND AMORTISATION	\$5.5	\$1.7	\$6.0
INTEREST (NET)	\$4.1	\$1.2	\$4.2
NET PROFIT BEFORE TAX	\$10.2	\$2.0	\$6.9
TOTAL CAPEX	\$5.8	-	\$2.3

Note 1. Includes contribution from Kelly Tarltons from 1 September 2008 of EBIT \$1.7m, NPBT \$1.2m, Attendance 0.3m

Note 2. Represents Sydney Attractions Group contribution to VRL's FY2008 results, VRL obtained control on 1 Feb 2008

New attraction in 2009

- Dugongs at Sydney Aquarium

Attendance numbers

- Spongebob Squarepants at Sydney Aquarium
- Penguathalon at Kelly Tarlton's

Strengthen management

**Consolidation of back office, marketing
and operational expertise**



THEATRICAL



HOME ENTERTAINMENT



RESULTS ANALYSIS

	FY 2009 (m)	FY 2008 (m)
SALES REVENUE	\$447.8	\$422.9
OTHER REVENUE	\$2.2	\$3.5
TOTAL EXPENSES	\$393.0	\$370.7
EBITDA ⁽¹⁾	\$57.0	\$55.7
DEPRECIATION AND AMORTISATION	\$12.3	\$14.4
INTEREST (NET)	\$6.6	\$4.5
NET PROFIT BEFORE TAX ⁽¹⁾	\$38.1	\$36.8
TOTAL CAPEX	\$1.7	\$0.6

Note 1. Includes EBITDA \$1.8m (2008: \$2.7m) and NPBT \$1.1m (2008: \$2.0m) for Greece Distribution results

2009 Strong Blockbuster Titles

- *The Dark Knight*
- *Get Smart*
- *The Curious Case of Benjamin Button*
- *He's Just Not That Into You*

2010 Strong Titles

- *Harry Potter and The Half Blood Prince*
- *Sex and The City 2*
- *Sherlock Holmes*

2010 Key Australian Theatrical Releases

- *Beautiful Kate*
- *Mao's Last Dancer*
- *Bran Nue Dae*
- *I Love You Too*





GOLD CLASS



CINEMA EUROPA



RESULTS ANALYSIS

FY 2009
(m)FY 2008
(m)

SALES REVENUE

\$328.0

\$286.4

OTHER REVENUE

\$22.4

\$23.9

TOTAL EXPENSES

\$304.1

\$267.1

EBITDA

\$46.3**\$43.2**

DEPRECIATION AND AMORTISATION

\$19.8

\$19.3

INTEREST (NET)

\$3.3

\$4.8

NET PROFIT BEFORE TAX**\$23.2****\$19.1****TOTAL CAPEX ⁽¹⁾****\$10.5****\$5.0**

Note 1. 2009 Capex includes \$1.9 million on conversion of screens to 3D & Digital

RESULTS ANALYSIS	Australia (m)	Greece (m)	Czech (m)	Total (m)
SALES REVENUE	\$208.2	\$109.3	\$10.5	\$328.0
OTHER REVENUE	\$20.2	\$1.3	\$0.9	\$22.4
TOTAL EXPENSES	\$187.1	\$100.9	\$10.7	\$298.7
EBITDA ⁽¹⁾	\$41.3	\$9.7	\$0.7	\$51.7
Share of associates profits (losses) – Singapore				\$3.1
Share of associates profits (losses) – Gold Class USA ⁽²⁾				\$(7.4)
Elimination of group transactions on consolidation				\$(1.1)
EBITDA				\$46.3
DEPRECIATION AND AMORTISATION				\$19.8
INTEREST (NET)				\$3.3
NET PROFIT BEFORE TAX				\$23.2

Note 1. Represents VRL's share of Underlying EBITDA prior to group eliminations

Note 2. Excludes material items of \$4.618 million being the impairment of the underlying carrying value of this investment

Strong Performance from Australian Circuit from good product

- *The Dark Knight*
- *Australia*
- *Quantum of Solace 007*

Total Admissions up 3.6% to 39.8 million

3D Digital Projector rollout

- *Monsters V's Aliens*
- *Ice Age 3 (3D)*



US Gold Class opened 2 sites

- South Barrington, Illinois
- Redmond, Washington

US Gold Class calendar 2009 sites

- Bolingbrook, Illinois
- Pasadena, California

US Gold Class to open 3 new sites in calendar 2010

Other overseas territories performed well

- Greece
- Singapore





RESULTS ANALYSISFY 2009
(m)FY 2008
(m)

SALES REVENUE

\$251.9

\$257.9

TOTAL EXPENSES

\$164.5

\$163.5

EBITDA**\$87.4****\$94.4**

DEPRECIATION AND AMORTISATION

\$7.8

\$7.9

INTEREST (NET)

\$14.3

\$16.3

NET PROFIT BEFORE TAX**\$65.3****\$70.2****TOTAL CAPEX****\$16.6****\$11.4**

Ownership percentage - 52.52%

Decline in sales – 2.9% (market 3.28%)

Retention of 97.5% of top 40 clients

NO. 1 – FM radio

- Brisbane, Sydney, Melbourne Perth

NO. 2 – FM Radio

- Adelaide



The Austereo Press Release can be found at www.austereo.com.au

Investment

- Village Roadshow Pictures and Concord Music
- Ownership percentage – 40.9%
- Equity accounted not consolidated

2009 Films produced in partnership with Warner Bros.

- *Get Smart*
- *Nights in Rodanthe*
- *Yes Man*
- *Gran Torino*

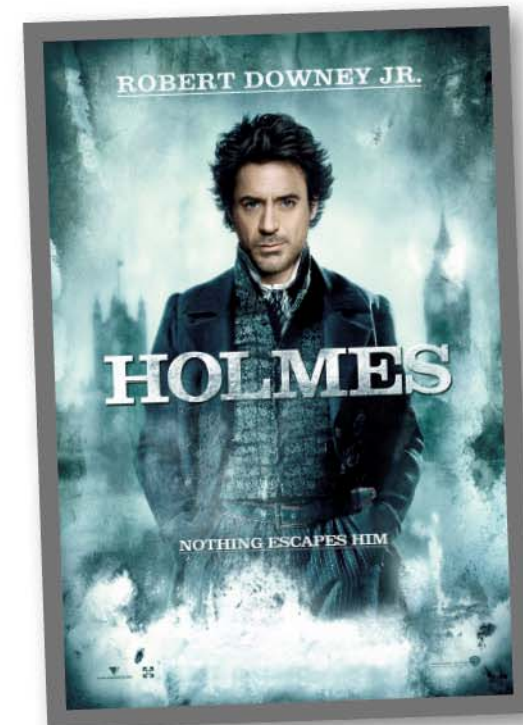


2010 Films currently being produced

- *Where The Wild Things Are*
- *Sherlock Holmes*
- *Sex And The City 2*
- *Guardian's Of Ga'hoole*
- *Cats and Dogs 2*

Film Finance Facility

- US\$900 million
- Until 30 September 2010
- New financing being negotiated



Where The Wild Things Are Trailer.

Sherlock Holmes Trailer.

Guardians Of Ga'hoole
Trailer.

	Facility Expiry	Total Debt Drawn (m) June 2009	Total Debt Drawn (m) Dec 2008
On Balance Sheet			
THEME PARKS: GOLD COAST	2 nd half 2011	\$303.8	\$317.9
THEME PARKS: SYDNEY ATTRACTONS GROUP	2 nd half 2012	\$60.3	\$62.5
THEME PARKS: US WATER PARKS (1)	1 st half 2029	\$18.4	\$0.0
FILM DISTRIBUTION	1 st half 2011	\$118.6	\$127.8
CINEMA EXHIBITION (2)	2 nd half 2009	\$57.9	\$66.5
RADIO : AUSTereo	2 nd half 2011	\$220.1	\$230.9
CORPORATE (2)	2 nd half 2012	\$200.4	\$163.3
TOTAL ON BALANCE SHEET DEBT		\$979.5	\$968.9
Less: Cash on Hand		\$(79.6)	\$(76.9)
Net Debt on balance sheet		\$899.9	\$892.0
Off Balance Sheet Net Debt (3)			
Film Production (reflects 41% ownership)		\$489.0	\$497.4
Gold Class USA (reflects ownership percentage)		\$8.5	\$6.5
TOTAL NET DEBT		\$1,397.4	\$1,395.9

Note 1. US Water parks debt is a long term lease which is designated as a finance lease under IFRS

Note 2. Corporate facility has been renegotiated since balance date. The Australian Cinema Exhibition facility (\$45 million at balance date) is expected to be finalised in Sept 2009. New expiry 2nd half 2012

Note 3. Subsequent to balance date a new financing of \$15m was drawn from Singapore Exhibition. These proceeds were used to repay corporate debt

ON BALANCE SHEET DEBT - CURRENT

June 2009
(m)

THEME PARKS	\$30.5
FILM DISTRIBUTION	\$23.6
CINEMA EXHIBITION (1)	\$46.0
RADIO : AUSTereo	\$0.0
CORPORATE/OTHER (1)	\$170.2

Total Current Debt on Balance sheet

\$270.3

ON BALANCE SHEET DEBT – NON CURRENT

June 2009
(m)

THEME PARKS	\$352.0
FILM DISTRIBUTION	\$94.9
CINEMA EXHIBITION	\$12.0
RADIO : AUSTereo	\$220.1
CORPORATE/OTHER	\$30.3

Total Non - Current Debt on Balance sheet

\$709.3

Note 1. Corporate facility has been re-negotiated since balance date. The Australian Cinema Exhibition facility (\$45 million at balance date) is expected to be finalised during September 2009. New expiry 2nd half 2012.

DEBT AND INTEREST COVER BY DIVISION (June 2009)

THEME PARKS: GOLD COAST

THEME PARKS: SYDNEY ATTRACTONS GROUP

FILM DISTRIBUTION

CINEMA EXHIBITION

RADIO : AUSTereo

Debt/EBITDA
(times)

EBITDA/Interest
(times)

3.7

3.8

3.3

4.3

2.0

6.8

1.0

13.3

2.5

6.0

TOTAL VRL GROUP (incl. corporate debt \$200m)

4.0

3.7

TOTAL VRL GROUP (excluding finance leases)

3.9

3.7

VRL Group Operating Cashflow for the year ending 30 June 2009

31

OPERATING CASHFLOW FOR THE YEAR ENDED 30 JUNE 2009	EBITDA (m)	Movement in Working Capital (m)	Interest/ Tax (m)	Operating Cashflow (m)	Capital Expenditure (m)	Free Cashflow (m)
THEME PARKS	\$102.2	\$5.3	\$(25.4)	\$82.1	\$(37.7)	\$44.4
THEME PARKS: US WATER PARK	\$(1.1)	\$6.2	\$(0.3)	\$4.8	\$(37.1)	\$(32.3)
FILM DISTRIBUTION	\$57.0	\$4.0	\$(6.6)	\$54.4	\$(1.7)	\$52.7
CINEMA EXHIBITION	\$46.3	\$6.3	\$(5.8)	\$46.8	\$(10.5)	\$36.3
RADIO : AUSTereo	\$87.4	\$(4.6)	\$(38.8)	\$44.0	\$(16.6)	\$27.4
CORPORATE/OTHER	\$(44.4)	\$8.7	\$(8.8)	\$(44.5)	\$(3.6)	\$(48.1)
TOTAL	\$247.4	\$25.9	\$(85.7)	\$187.6	\$(107.2)	\$80.4

- A] Divisions trading in line with expectations**
- B] Focus on free cashflow generation**
 - earnings**
 - smart capital investment**
- C] Final 2009 dividend of 6.0 cps Ords and 9.0 cps Prefs**
- D] Capital management**
 - VRL Board to consider options**

- A] Sale of Greece & Czech Exhibition Businesses**
 - Subject to Govt and other approvals
 - Financial flexibility
 - Proceeds expectation A\$80m – Profit A\$20m after tax
 - Removal of Greece debt from VRL balance sheet –
A\$9.9m current and A\$12.0m non-current
- B] Water Park strategy**
 - USA and Australia
 - sale and leaseback financing
- C] VREG**
 - refinancing and strategic alliances
- D] Gold Class USA**
 - potential new partner / future strategy
- E] Roadshow Australian Films**