VILLAGE ROADSHOW LIMITED

Web Site: www.villageroadshow.com.au

21 August 2014

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 2014	**30 June 2013**

Results for announcement to the market

Extracts from this report for announcement to the market.

				$A'000
Income from continuing operations *(item 1.1)*	Up	3%	to	965,782
Profit after tax from continuing operations (item 1.7)	Down	9%	to	46,612
Profit after tax from discontinued operations (item 1.8)		N/A	to	--
Profit attributable to members of Village Roadshow Limited (item 1.11)	Down	10%	to	45,769

Dividends (distributions)		Amount per security	Franked amount per security	Conduit foreign income per security
Reporting Period:				
- Final dividend *(item 15.4)* *(To be paid October 2014)*	*- Ords*	14.0c	14.0c	--
-Special dividend *(item 15.6)* *(Paid July 2014)*	*- Ords*	15.0c	15.0c	--
- Interim dividend *(item 15.7)* *(Paid March 2014)*	*- Ords*	13.0c	13.0c	--
- Distribution *(item 15.9)* *(Paid December 2013)*	- Ords	13.0c	13.0c	--
Previous Corresponding Period:				
- Final dividend *(item 15.5)* *(Paid October 2013)*	*- Ords*	13.0c	13.0c	--
- Interim dividend *(item 15.8)* *(Paid March 2013)*	*- Ords*	13.0c	13.0c	--

+Record date for determining entitlements to the dividend *(see item 15.2)*	11 September 2014
Brief explanation of any of the figures reported above:	Refer attached commentary.

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21 August 2014

Robust core businesses
Building an exciting future

VILLAGE ROADSHOW LIMITED ("VRL") has delivered a solid set of earnings results in FY2014 aided by the successful first season at Wet'n'Wild Sydney, together with very strong results from Cinema Exhibition. This was achieved whilst continuing to build critical relationships in China and South East Asia leading to ongoing opportunities in the offshore theme park expansion strategy.

VRL is committed to delivering significant value to its shareholders through consistent operating results and dividends combined with an exciting, sustainable long term growth strategy.

VRL today announced an attributable net profit of $45.8 million for the year ended 30 June 2014, compared to the prior corresponding period result of $50.9 million. The FY2014 result includes attributable net losses from material items of $10.7 million, and a further $11.9 million (before tax) in one-off costs mainly associated with the opening of Wet'n'Wild Sydney and the Gold Coast joint marketing campaign. Net losses from material items were $6.3 million in the prior year.

EBITDA excluding material items and discontinued operations for the year ended 30 June 2014 was $170.9 million, up 4.2% on the prior year result of $164.0 million.

This improvement in the underlying operating results was made possible through improved core divisional results in the second half compared to the previous corresponding period, strong film content and successfully delivering on an array of cost control initiatives.

Attributable net profit before material items and discontinued operations ("NPAT") for the year ended 30 June 2014 was $56.5 million, slightly down on the prior year result of $57.2 million.

Diluted earnings per share before material items and discontinued operations of 34.9 cents per share decreased by 3.6% compared to the prior year result of 36.2 cents per share, due mainly to an increase in the relevant number of shares on issue in the year ended 30 June 2014.

VRL continues to actively seek opportunities to use its core expertise in new markets. This has been the underlying lifeblood of VRL's growth over the years and drives VRL's market leadership in all segments it operates in.

VRL applauds the direction the Australian Government is taking to introduce legislation to curtail online piracy in Australia. Despite the level of piracy, VRL's film businesses remain strong. The Government initiative mirrors that occurring in many other countries where either government or industry is addressing piracy including the UK, USA and particularly relevant is the success in Korea, which was the first country to receive high speed broadband. On the flip side of the digital revolution are enormous opportunities for the Film Distribution division in creating high margin, and low cost revenue streams in this totally new sector of VRL's business.

VILLAGE ROADSHOW LIMITED ABN 43 010 672 054
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Highlights

- Strong second half with increases in VRL group EBITDA of 20%, and profit before tax excluding material items and discontinued operations ("PBT") of 31%, compared to the prior corresponding half-year.
- The successful launch of Wet'n'Wild Sydney.
- Strong increase of 8.3% in Cinema Exhibition PBT, following record previous year.
- Bolstering Film Distribution's market leadership with the renewal of significant output agreements.
- Several key agreements completed for China and South East Asia developments.
- Declaration of a fully-franked final dividend of 14 cents per share to be paid on 2 October 2014 (interim dividend of 13 cents per share paid March 2014).
- Additional payments to shareholders of 40 cents per share (25 cents per share paid in December 2013 and 15 cents per share paid in July 2014).

VRL Co-Executive Chairman and Co-Chief Executive Officer Mr. Robert Kirby said: "We have solid businesses with powerful cash flows and unique management expertise. We are using this base to take the Company to the next level and I believe our China/South East Asia strategy will be truly transformational. The strategy will be a combination of leveraging our unique management expertise with a conservative investment strategy alongside key relationship partners. We are combining our founder Roc Kirby's philosophy of being dynamic and at the same time 'never putting the ship at risk'."

VRL Co-Executive Chairman and Co-Chief Executive Officer Mr. Graham Burke said: "There is no doubt people's budgets have been squeezed by increasing costs and specifically every household now has multiple mobile devices and computers with the attendant additional stress on disposable cash. However there is one overriding fundamental and that is people will always want to go out to be entertained. We have been very successful in maintaining our theatres and theme parks as fashionable and exciting venues that cater to this insatiable demand."

For further information contact:

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

Conference call details in relation to these results are included in the VRL Investor Presentation, which can also be found at www.asx.com.au and www.villageroadshow.com.au

OPERATIONAL OVERVIEW

Theme Parks

Village Roadshow Theme Parks ("VRTP") delivered a record full year EBITDA result of $105.6 million (up $14.3 million) in FY2014 excluding one-off costs ($9.0 million) associated with the opening of Wet'n'Wild Sydney and the contribution to the joint "Theme Park Capital" marketing campaign with the Queensland Government. PBT of $33.1 million was up $2.4 million compared to the prior year. This outstanding result was made possible by the very successful opening of Wet'n'Wild Sydney in December 2013, one of the world's largest and best water parks.

Buoyed by a strong admissions yield, solid in-park revenue, and tight expense control, management's performance initiatives are delivering the desired results.

	EBITDA		PBT	
	FY2014 $'m	FY2013 $'m	FY2014 $'m	FY2013 $'m
Gold Coast Theme Parks	84.5	83.5	31.5	31.2
Wet'n'Wild Sydney	14.5	-	9.5	-
USA Water Parks[1,2]	6.6	7.8	1.1	1.5
Total	**105.6**	**91.3**	**42.1**	**32.7**
Pre-Opening costs – Sydney	(5.4)	-	(5.4)	-
Pre-Opening costs – Las Vegas	-	(2.0)	-	(2.0)
'Theme Park Capital' campaign	(3.6)	-	(3.6)	-
Total	**96.6**	**89.3**	**33.1**	**30.7**

(1) Before non-controlling interest PBT share of $0.6 million in FY2014 and $0.2 million in FY2013
(2) Includes results from Hawaii and Phoenix, which were sold in November 2013

Gold Coast Theme Parks

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

Operational Summary

Solid VIP sales underpinned attendances throughout the year and kept pace with last year's record attendance levels. The launch of the new "Carnivale" event at Warner Bros. Movie World proved to be very popular and will now be an exciting inclusion to the already successful "Special Events" line-up on an annual basis.

Recent focus has also been placed on a new media/creative campaign, with the intent of presenting VRL's Gold Coast Parks with a more magical look and with a greater emphasis on "escapism". The benefits of this new campaign have already been seen in VRTP's June and July 2014 results, and will play an important role in the new season's ticket pricing and packaging plans.

Management of costs through a number of initiatives has also helped the Gold Coast Theme Parks division control operating cost pressures from increases in wage rates, workers compensation and utility costs, and the additional media costs associated with the 'Theme Park Capital' program in FY2014.

The enthusiastic reception of the new Storm Coaster ride and the popularity of Sea World's Polar Bear Cub *"Henry"* played a significant role in the success of Sea World this year. Overall attendances at Sea World were up 7.7% compared to the previous year.

In a continuation of its impressive first half performance, the Sea World Resort & Water Park finished the year with revenue up 10.5% on the previous year and operating profit increased by 13.7%. The commitment to ongoing room refurbishment and plant integrity programs has proven to be very successful.

An outstanding performance was delivered during the year at Paradise Country, with attendances up 8.3% on the previous year, driving a 19.7% increase in revenue. This success was primarily due to an aggressive approach to new business, specifically focussed on the Chinese market.

Village Roadshow Studios' results improved compared to the previous year. This was largely driven by two major film productions, *Unbroken,* directed by Angelina Jolie and *San Andreas*, starring Dwayne Johnson and Carla Gugino, both shot at VRTP's studios on the Gold Coast.

Outlook

VRL will continue to execute its strategy of revitalising the Gold Coast theme parks to ensure that the parks and the product offering remain relevant and appealing to consumers. In the near term this will include the opening of a new Warner Bros. Movie World "Junior Driving School" in September 2014. This new attraction is anticipated to be highly appealing to 3 to 9 year old audiences, their parents and grandparents. A brand new water theme area for children, "Wet'n'Wild Jr" will also be added at Wet'n'Wild Gold Coast later this year. Management believes that these new attractions, together with a number of other enhancements, will further underpin strong attendances in FY2015.

In the first quarter of FY2016 the Sea World Resort & Water Park will open an 800 seat Conference Centre to complement the successful resort. This will provide the Resort with new business opportunities, and VRL believes it will have additional flow on benefits to the parks as well. With significant confirmed bookings already taken, VRL sees this as an important new incremental revenue stream for the Theme Parks division.

Wet'n'Wild Sydney

Wet'n'Wild Sydney, one of the world's largest and best water parks, features state of the art attractions, including a wide array of spectacular award winning slides, a "Lazy River", and Australia's largest Wave Pool.

As noted at the half-year, on 12 December 2013, Wet'n'Wild Sydney successfully opened to record crowds nine months ahead of its original schedule. This was an outstanding achievement given the extent of the weather issues faced during the construction period. VRL is extremely pleased with the overall result and the financial performance of the park in its first season of operation, supported by the tremendous market response to the season pass program, with passes sold out in the park's first operating season at impressive yield levels.

The park closed as planned at the end of the Easter school holiday period and will reopen for its much anticipated second season in September 2014. The management team has worked hard in the off season to rectify and improve system and process related issues encountered in the park's inaugural season. VRL is confident that this will further enhance the customer experience at this world class water park.

Las Vegas

Wet'n'Wild Las Vegas, in Nevada, USA is 50.1% owned by VRL. VRL exited its interests in Wet'n'Wild Phoenix and Wet'n'Wild Hawaii in late November 2013.

The Wet'n'Wild water park in Las Vegas opened in late May 2013, attracting strong attendances and season pass sales. The first season ended in October 2013 and re-opened in mid April 2014, commencing with limited open days, ramping up to seven days from the last week in May.

To kick start the calendar 2014 season a new and exhilarating attraction, Tornado, was launched on Memorial Day weekend. This award winning extreme water slide is attractive to adrenaline addicts, and helps differentiate the park's superior offerings.

China and South East Asia Master Plan

VRL for the past three years has been developing a major strategy for building and managing theme parks in China and South East Asia. VRL sees this as one of the principal vehicles of the group's growth and a vital part of its future. This has involved considerable investment in management resources to conduct analysis, research, field trips, discussions with investors and partners and above all, the continued effort to build and deepen relationships, which over the longer term, is crucial in a region where doing business is all about trust and respect. While details of VRL's plan will be revealed at a later stage, significant progress has already been made as outlined below.

- To ensure the required skills and structure are in place to manage multiple opportunities simultaneously, VRL is well progressed with establishing a management team and an Asian head office in Hong Kong. This will include a mix of experienced VRTP managers, carefully sourced personnel with international theme park expertise and local personnel. This is a critical step forward that will provide "on the ground" expertise and an important presence in the region, essential to executing VRL's strategy.

- VRL's Consulting Service agreement with Hainan R&F Ocean Paradise Development Co. Ltd. ("R&F"), for the Hainan Island Park, "Ocean Paradise" continues to move forward. The current R&F plan is to stage a presentation for the government in 2015, followed by a grand opening of the water-park later in the calendar year. There has been a delay in the construction of essential infrastructure, roads and primary services to the site, which is beyond the control of R&F. VRL is closely monitoring progress and will assess targeted opening dates during the course of the year. Management fees to VRL for operating the park are unlikely to commence until FY2016 as a result of these unforeseen delays.

- VRL is also pleased to have recently formed a strategic alliance and signed a 'Key Term Sheet' with CITIC Trust Co. Ltd. (subsidiary of CITIC Group), one of China's largest finance conglomerates. The aim of this alliance is to leverage the respective strengths of both parties in order to make investments in theme parks and the surrounding real estate in China and South East Asia.

- A 'Letter of Intent' ("LOI") between VRL and US based SeaWorld Parks and Entertainment was recently signed to co-develop potential exciting theme park opportunities in China and South East Asia, India and Russia.

- Memorandum of Understanding agreements have also recently been signed with the government of the Gyeongsangnam-do Province in South Korea to join Twentieth Century Fox in the design and management of a world class theme park in Korea; another with Guangxi Longxianggu Investment Co., who are working with Mission Hills China, for a planned water park in Guangxi Province, Southern China, of similar size to Wet'n'Wild Sydney; a Consultancy Services Project Coordination agreement with China Studio Theme Parks Investment Ltd. for a planned "Destination" Theme Park in Guangdong Province, China, and lastly, an LOI with Symmetry Property Development LLC for a project in Wuqing, Tianjin.

- The VRL development team is currently working collaboratively with Sunway Group Malaysia to assess the potential market in Johor Bahru for a hybrid Sea World/Ride Park similar in style and content to VRL's Sea World on the Gold Coast. Detailed due diligence with international theme park consultants will be undertaken in the coming year.

While VRL has multiple other opportunities under review, these will continue to be assessed to ensure only the best are progressed and will lead to medium and long term future profitability.

Cinema Exhibition

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

	EBITDA		PBT	
VRL Share of Reported Results	FY2014 $'m	FY2013 $'m	FY2014 $'m	FY2013 $'m
Australian Cinema Exhibition	57.1	53.7	38.9	36.1
Singapore	7.7	7.0	7.7	7.0
Other Cinema Exhibition	(2.2)	(2.2)	(2.8)	(2.7)
Total	**62.6**	**58.5**	**43.8**	**40.4**

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

	As at June 2013		Opened/ (Closed/Sold) FY2014		As at June 2014	
	Sites	**Screens**	**Sites**	**Screens**	**Sites**	**Screens**
Australia	51	514	1	18	52	532
Singapore	11	87	-	-	11	87
USA	9	67	1	6	10	73
United Kingdom	1	12	-	-	1	12
Total	**72**	**680**	**2**	**24**	**74**	**704**

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

Some of the best performing films during FY2014 included; *The Hunger Games: Catching Fire, The Hobbit: The Desolation of Smaug, Frozen, The LEGO Movie, Transformers 4, How to Train Your Dragon 2, Man of Steel, The Wolf of Wall Street, Thor: The Dark World, X-Men: Days of Future Past* and *Gravity.*

Australian Cinema Exhibition

Cinema Exhibition's successful strategy to focus on incremental revenue initiatives including; loyalty programs, film marketing, retail gifting and extended use of digital ticketing, together with a number of cost saving initiatives, has resulted in the delivery of an impressive 7.6% ($2.8 million) increase in PBT and 6.2% ($3.4 million) increase in EBITDA compared to FY2013.

The division also completed upgrades and refurbishment at a number of key sites. This investment ensures continued delivery of superior offerings in terms of comfort and state of the art technology to VRL's customers. During the year site refurbishments and upgrades were completed at Launceston, Geelong, Fountain Gate and Crown Casino in Melbourne, and work is continuing at the Jam Factory and Werribee Cinemas.

Premium Offerings - Gold Class and Vmax

The expansion of premium offerings in Gold Class and Vmax continue to drive improved average overall spend per person. The steady conversion of patrons from VRL's traditional cinemas to the circuit's higher yield premium offerings is having the desired positive impact on the bottom line.

Singapore Cinema Exhibition

VRL owns 50% of the Golden Village Cinema Exhibition circuit which is the number one circuit in Singapore with a commanding 43% market share. On the back of record results in FY2013, strong performance continued in FY2014, delivering an impressive 10% increase in NPAT and EBITDA.

The inclusion of the much anticipated Suntec City complex, scheduled to open in November 2014, will be an important addition to what is continuing to be a lucrative cinema circuit.

iPic Gold Class USA
iPic Theaters in the USA continues to progress its expansion plans with the successful opening of iPic Wilshire Boulevard, Los Angeles in May 2014. This takes the total number of sites to 10 and with plans progressing for a further two sites in Washington and Houston slated for opening in FY2015, together with other key strategic and iconic sites already identified for potential development, VRL is confident that as a critical mass of locations is reached, this circuit will be a great asset and addition to VRL's cinema portfolio.

Other Cinema Exhibition
The Belfast operations continued to be loss making in FY2014, and VRL continues to actively seek an exit strategy for this site.

Outlook
In line with the group's growth strategy, Cinema Exhibition is targeting significant population growth corridors for new developments. At present there are a number of opportunities at various stages of negotiation. VRL is confident that the expansion of sites into the right locations will continue to build and grow VRL's prominent market position and revenues well into the future.

Supported by one of the best film slates seen for many years, VRL is confident of delivering continued year on year growth in FY2015.

The impressive FY2015 line-up of movies includes; *Dawn of the Planet of the Apes, Rio 2, Guardians of the Galaxy, The Hunger Games: Mockingjay – Part 1, Night at the Museum: Secret of the Tomb, Big Hero 6, Home, Fifty Shades of Grey, In the Heart of the Sea, Focus, The Avengers: Age of Ultron, Fast & the Furious 7, Penguins of Madagascar, Mad Max: Fury Road, Ted 2, Minions, Jurassic World, Inside Out* and *San Andreas.*

Film Distribution

Despite a strong second half compared to the corresponding period in FY2013, the Film Distribution division finished FY2014 with an EBITDA of $41.7 million, down 9.8%, and PBT of $34.8 million, down 8.3%, as compared to the previous year's results. The FY2014 result was largely the outcome of a challenging slate for Theatrical and underperforming commercial content (Film and TV), particularly *Transcendence* which resulted in an approximate $2 million minimum guarantee write off.

The management team remain proactive and focused to identify further opportunities across the release windows, whilst progressing initiatives to reduce overhead costs.

Theatrical
Roadshow Films finished the financial year as the lead distributor in the market commanding a 28.4% market share, up 2.9% on last year. This was aided by the delivery of some outstanding performances in the second half as the stronger films began to flow through the schedule. Best performers in FY2014 included *The Hunger Games: Catching Fire, The Wolf of Wall Street, The LEGO Movie, The Hobbit: The Desolation of Smaug, American Hustle* and *Gravity.*

Warner Bros. has always been a key supplier for the Theatrical division and 2014 proved to be no different, providing the division with some major titles. Further strengthening future supply of quality content, Roadshow also renewed the Lionsgate output agreement for an additional three year term from 1st January, 2015. Roadshow's other core key supplier relationships include, Village Roadshow Pictures, Film Nation, Relativity, and The Weinstein Company, which place VRL well in the theatrical film industry.

The Australian Film industry continues to provide ongoing film distribution opportunities with two releases during the year; *Wolf Creek 2* and *The Rover*. There are currently a number of films forecast for release in FY2015, including *Paper Planes* and *Felony.*

The upcoming slate is looking increasingly optimistic with scheduled releases including; *St Vincent, The Hunger Games: Mockingjay - Part 1, Big Eyes, Mad Max: Fury Road* and *San Andreas*.

Roadshow Films also continues to be active within the independent film market - upcoming key titles include *The Imitation Game* (Film Nation), *Point Break* (Lionsgate) and *The Story of Your Life* (Film Nation).

Home Entertainment
Roadshow Entertainment experienced a challenging year impacted by many changes in the market for packaged media. Despite these challenges, Roadshow remained the number one independent retail distributor of DVD's in Australia, holding a market share of 14.5%.

The first half results were adversely impacted by the reduction of theatrical product available, however the division benefited from the stronger theatrical content released in the second half. Retail sales of TV on DVD delivered solid results throughout the year, primarily driven by strong library sales and the content from Roadshow's output deals with the BBC, ABC, ITV and Shine.

Roadshow sales of packaged media delivered some major releases including *The Hunger Games: Catching Fire, The Great Gatsby*, *The Wolf of Wall Street,* and *Olympus has Fallen.* With an improved content line up in 2015, and Roadshow's strong network of retail partners, the division is confident of maintaining market share into the future. It is important to note that physical retail sales still represent a healthy estimated total Australian market of around $1 billion.

Digital
The Australian digital market showed strong growth of approximately 22% at the retail level and 25% at the trade level over the year. The majority of the growth in the year came from the digital film rental business. Roadshow now holds a 16% share in the digital film market.

iTunes, Telstra and Foxtel provide the vast combined majority share of Roadshow's digital sales. Google Play continue to build their platform focused on the Australian market, offering TV content from March 2014, launching Chromecast in May 2015 and spending above the line to increase brand awareness and trial of Google Play.

FY2015 is expected to be "the year" of Subscription Video on Demand ("SVOD") with the anticipated launch of several SVOD services in both Australia and NZ, including the potential entrance of Netflix. VRL is well positioned with 3 of Roadshow's 4 TV output contracts in a non-exclusive position to SVOD rights enabling the monetization of new release product and catalogue through a variety of different windows and structures with these service providers.

Television
Roadshow holds strong output deals across each of the 4 major TV segments in Australia and NZ, one of the only distributors and studios in the market to be in this position. During the year, the business renewed the Channel 9 Free to Air output contract in Australia and the Sky Pay TV contract in NZ, both for a further 4 years, solidifying the future revenue streams from this sector.

In the financial year, Roadshow Television delivered strong revenue and profit results off the back of better than average film performance, as well as several additional sales packages placed across the independent TV market.

Film Production

Village Roadshow Entertainment Group ("VREG") consists of Village Roadshow Pictures ("VRP") and Village Roadshow Pictures Asia ("VRP Asia").

VRP released three films in the second half of FY2014: *The LEGO Movie*, which grossed US$468 million worldwide, *Winter's Tale*, which grossed US$31 million worldwide and *Edge of Tomorrow*, which has grossed US$364 million worldwide to date.

VRP's goal of 6-8 film releases per year is on track with an increased number of titles slated for FY2015. Upcoming releases being co-produced with Warner Bros. include *The Judge*, directed by David Dobkin and starring Robert Downey Jr. and Robert Duvall; *American Sniper*, directed by Clint Eastwood and starring Bradley Cooper and Sienna Miller; *Jupiter Ascending*, directed by the Wachowskis and starring Channing Tatum and Mila Kunis; *In the Heart of the Sea*, directed by Ron Howard and starring Chris Hemsworth; *Mad Max: Fury Road*, directed by George Miller and starring Tom Hardy and Charlize Theron; and *San Andreas*, directed by Brad Peyton and starring Dwayne Johnson and Carla Gugino.

VRP is also in advanced discussions to enter a co-production agreement with Sony Pictures.

VRP Asia released one film during the year, *Man of Tai Chi*, in July 2013. VRP Asia continues to build its Chinese film business with upcoming releases *Zhong Kui: Snow Girl and The Dark Crystal*, *IPO* and *Mountain Cry*. The continued growth of the Chinese film business will create a valuable portfolio of films to solidify VRP Asia's presence in film production in this region.

Digital Operations

The recently formed Digital division consisting of Edge Loyalty and MyFun continues to exceed expectations, showing strong organic growth through the expansion of the business into new channels and markets.

During the year Digital completed the acquisition of Lifestyle Rewards, which has helped expand Digital's reward and loyalty offering. The division has exciting plans to enter the Asian market in calendar year 2015 via a roll-out of products similar to Australia.

VRL is extremely pleased by the great performance of this new business and is confident that it will build a valuable asset and contribute materially to earnings in the medium term. The revenues and costs of the Digital division are included in the 'Corporate and Other' results.

Corporate & Other

	FY2014 $'m	FY2013 $'m
Corporate	(28.2)	(33.0)
Sydney Wet'n'Wild Development	-	(1.6)
Asia Development	(2.0)	(0.2)
Digital Development	(1.3)	(0.5)
Digital Operations	1.5	1.5
VREG Dividends	-	3.8
EBITDA	**(30.0)**	**(30.0)**
Depreciation	(2.0)	(1.3)
Net Interest Income (Expense)	(0.3)	4.2
PBT	**(32.3)**	**(27.1)**

The total net Corporate & Other costs for the year ended 30 June 2014 were $32.3 million compared to $27.1 million for FY2013, including China / South East Asia development costs. EBITDA cost for the year to 30 June 2014 was $30.0 million, in line with the prior year.

Net interest revenue was lower in the current year compared with the prior year due to lower cash reserves and draw down on debt facilities, as a result of the payment of the shareholder distributions and capital funding of the Wet'n'Wild Sydney development.

During the year VRL also endorsed a program of Digital Development work across the divisions, focussing on enhancing on-line data collection, analytics and overall engagement with customers via digital means i.e. websites, smart phones, tablets, etc.

Asia Development net costs are associated with the South East Asia and China Theme Parks expansion strategy and projects. As mentioned earlier, it is paramount that VRL puts in place the right structures, secures and trains the right people, and establishes a local presence in the region. This will provide VRL with the best prospects of success as VRL evaluates and progresses with the numerous growth opportunities available to it. It is expected that these costs will be higher in FY2015 as the Hong Kong office is established.

No dividends were received from VREG in FY2014. These dividends depend on film performance and available free cash flow in VREG.

An interim dividend of 13 cents per share was paid in March 2014, and additional payments to shareholders of 40 cents per share have also been paid (25 cents per share was paid in December 2013, and 15 cents per share was paid in July 2014).

The VRL Board has declared a fully-franked final dividend of 14 cents per share, with a record date of 11 September 2014, payable on 2 October 2014.

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

RECONCILIATION OF RESULTS FOR THE YEAR ENDED 30 JUNE 2014

	Theme Parks		Cinema Exhibition		Film Distribution		Other		Total	
	2014 $'000	2013 $'000	2014 $'000	2013 $'000	2014 $'000	2013 $'000	2014 $'000	2013 $'000	2014 $'000	2013 $'000
(i) Reconciliation of results:										
Continuing Operations:										
Earnings before Interest, Tax, Depreciation and Amortisation, excluding material items of income and expense ("EBITDA")	**96,635**	**89,345**	**62,568**	**58,504**	**41,665**	**46,203**	**(30,007)**	**(30,059)**	**170,861**	**163,993**
Depreciation and amortisation	(45,249)	(36,185)	(14,862)	(13,585)	(3,211)	(3,196)	(2,027)	(1,298)	(65,349)	(54,264)
Finance costs before fair value change on derivatives and finance restructuring costs	(18,466)	(22,763)	(4,407)	(4,993)	(4,678)	(6,092)	(2,709)	(1,337)	(30,260)	(35,185)
Interest income	176	297	474	502	1,065	1,068	2,481	5,596	4,196	7,463
Operating profit (loss) before tax and material items of income and expense ("PBT")	**33,096**	**30,694**	**43,773**	**40,428**	**34,841**	**37,983**	**(32,262)**	**(27,098)**	**79,448**	**82,007**
Income tax (expense) benefit, excluding material items	(9,901)	(9,788)	(11,727)	(10,558)	(10,774)	(12,521)	10,029	8,200	(22,373)	(24,667)
Operating profit (loss) after tax, before material items of income and expense	**23,195**	**20,906**	**32,046**	**29,870**	**24,067**	**25,462**	**(22,233)**	**(18,898)**	**57,075**	**57,340**
Non-controlling interest	(619)	(153)	--	--	--	--	--	--	(619)	(153)
Attributable operating profit (loss) after tax, before material items of income and expense	**22,576**	**20,753**	**32,046**	**29,870**	**24,067**	**25,462**	**(22,233)**	**(18,898)**	**56,456**	**57,187**
Material items of income and expense before tax	(3,848)	(6,920)	(1,009)	(1,374)	(316)	7,586	(6,674)	(4,196)	(11,847)	(4,904)
Income tax (expense) benefit – material items	554	2,076	165	(38)	95	(3,390)	570	--	1,384	(1,352)
Material items of income and expense after tax	(3,294)	(4,844)	(844)	(1,412)	(221)	4,196	(6,104)	(4,196)	(10,463)	(6,256)
Material items – Non-controlling interest	(224)	--	--	--	--	--	--	--	(224)	--
Material items – Profit (loss) after tax & non-controlling interest	(3,518)	(4,844)	(844)	(1,412)	(221)	4,196	(6,104)	(4,196)	(10,687)	(6,256)
Total profit (loss) before tax from continuing operations	29,248	23,774	42,764	39,054	34,525	45,569	(38,936)	(31,294)	67,601	77,103
Total income tax (expense) benefit from continuing operations	(9,347)	(7,712)	(11,562)	(10,596)	(10,679)	(15,911)	10,599	8,200	(20,989)	(26,019)
Total non-controlling interest	(843)	(153)	--	--	--	--	--	--	(843)	(153)
Total attributable profit (loss) after tax from continuing operations per the statement of comprehensive income	**19,058**	**15,909**	**31,202**	**28,458**	**23,846**	**29,658**	**(28,337)**	**(23,094)**	**45,769**	**50,931**
Discontinued Operations: Attributable profit after tax from discontinued operations									--	--
Net profit attributable to the members of Village Roadshow Limited									**45,769**	**50,931**
(ii) Material items of income and expense from continuing operations:										
Unrealised mark to market profits (losses) on interest rate and foreign currency derivatives									(26)	2,637
Impairment, write-downs and provisions relating to non-current assets and onerous lease									(3,003)	(14,383)
Finance restructuring costs									(2,840)	--
Legal settlement and expenses									(4,774)	--
Profit (loss) on disposal of investments / businesses									(1,204)	6,842
Total loss from material items of income and expense before tax									(11,847)	(4,904)
Income tax (expense) benefit									1,384	(1,352)
Total non-controlling interest – material items									(224)	--
Total attributable loss from material items of income and expense after tax									(10,687)	(6,256)
(iii) Earnings Per Share adjusted to eliminate discontinued operations and material items of income and expense from the calculations:										
Basic EPS									35.4c	36.7c
Diluted EPS									34.9c	36.2c

Note: The Village Roadshow Limited group ("VRL group") results are prepared under Australian Accounting Standards, and also comply with International Financial Reporting Standards ("IFRS"). The Reconciliation of Results includes certain non-IFRS measures including EBITDA and operating profit excluding material items of income and expense and discontinued operations. These measures are used internally by management to assess the performance of the business, make decisions on the allocation of resources and assess operational management. Non-IFRS measures have not been subject to audit or review, however all items used to calculate these non-IFRS measures have been derived from information used in the preparation of the audited or audit-reviewed (as applicable) financial statements. It is noted that the audit of the financial statements for the year ended 30 June 2014 is still in the process of being completed.

Table of Contents

Consolidated Statement of Comprehensive Income

		2014 $A'000	2013 $A'000
	Continuing operations		
1.1	Income *(refer item 1.20) (refer note 1 below)*	965,782	936,951
1.2	Expenses excluding finance costs *(refer item 1.21) (refer note 2 below)*	(873,535)	(837,644)
1.3	Finance costs *(refer item 1.22) (refer note 3 below)*	(33,126)	(32,548)
1.4	Share of net profits (losses) of associates *(refer item 16.3)*	8,480	10,344
1.5	Profit from continuing operations before income tax expense	67,601	77,103
1.6	Income tax expense	(20,989)	(26,019)
1.7	Profit after tax from continuing operations	46,612	51,084
	Discontinued operations		
1.8	Profit after tax from discontinued operations *(refer item 12.1)*	--	--
1.9	**Net Profit for the period**	**46,612**	**51,084**
	Profit for the period is attributable to:		
1.10	Non-controlling interest *(refer note 4 below)*	843	153
1.11	Owners of the parent	45,769	50,931
		46,612	**51,084**
	Other comprehensive income (expense)		
1.12	Cash flow hedges	(2,643)	1,914
1.13	Foreign currency translation	1,896	9,214
1.14	**Other comprehensive income (expense) for the period after tax**	**(747)**	**11,128**
1.15	**Total comprehensive income for the period**	**45,865**	**62,212**
	Total comprehensive income for the period is attributable to:		
1.16	Non-controlling interest	843	153
1.17	Owners of the parent	45,022	62,059
		45,865	**62,212**

Note 1. Income in 2013 includes material items of income & expense totalling a profit of $6.8 million - refer attached Reconciliation of Results.
Note 2. Expenses excluding finance costs include material items of income & expense totalling a loss of $8.9 million (2013: loss of $14.4 million) - refer attached Reconciliation of Results.
Note 3. Finance costs include material items of income & expense totalling a loss of $2.9 million (2013: $2.6 million profit) - refer item 1.22 and attached Reconciliation of Results.
Note 4. Non-controlling interest includes material items of income and expense of $0.2 million loss (2013: Nil).

Earnings per security (EPS)

		2014	2013
1.18	Basic EPS	28.7c	32.7c
1.19	Diluted EPS	28.3c	32.3c

Refer item 10.1 and attached Reconciliation of Results for additional EPS disclosures including EPS from continuing operations and EPS excluding material items and discontinued operations.

Notes to the Consolidated Statement of Comprehensive Income

	2014 $A'000	2013 $A'000
1.20 Income from continuing operations		
Revenues from continuing operations:		
Sale of goods	314,243	330,616
Rendering of services	620,731	570,396
Finance revenue:		
Other entities	4,196	7,463
Total revenues from continuing operations	939,170	908,475
Other income from continuing operations:		
Management fee income from:		
Other entities	6,329	2,798
Associated entities	989	1,623
Net gains on disposal of investments (refer material items of income and expense in attached Reconciliation of Results for 2013)	251	6,842
Unearned revenue written back	4,590	5,042
Commissions/fees received	4,127	4,091
Other	10,326	8,080
Total other income from continuing operations	26,612	28,476
Total income from continuing operations	**965,782**	**936,951**

Notes to the Consolidated Statement of Comprehensive Income (continued)

	2014 $A'000	2013 $A'000
1.21 Expenses excluding finance costs, from continuing operations		
Employee expenses:		
Employee benefits	16,662	15,938
Defined contribution superannuation expense	14,616	13,317
Share-based payment expense	1,544	895
Remuneration and other employee expenses	186,124	179,285
Total employee expenses	218,946	209,435
Cost of Goods Sold	86,738	76,804
Occupancy expenses:		
Operating lease rental – minimum lease payments	43,909	41,475
Operating lease rental – contingent rental payments	3,334	4,788
Other occupancy expenses	26,158	25,245
Total occupancy expenses	73,401	71,508
Film hire and other film expenses	224,032	215,931
Depreciation of:		
Buildings & improvements	2,740	3,104
Plant, equipment & vehicles	41,598	33,063
Amortisation of:		
Leasehold improvements	11,360	9,799
Finance lease assets	651	1,381
Other deferred expenditure	12	26
Software & other intangibles	8,988	6,891
Total depreciation and amortisation	65,349	54,264
Net loss on disposal of property, plant & equipment	113	222
Net foreign currency (gains) losses	546	2,108
Impairment, write-downs and provisions relating to non-current assets and onerous lease (refer material items of income and expense in attached Reconciliation of Results)	3,003	14,383
Legal settlement and expenses (refer material items of income and expense in attached Reconciliation of Results)	4,774	--
Other legal expenses	1,595	1,851
Management & service fees paid	2,789	2,391
Advertising and promotions	102,958	104,802
Insurance expenses	5,113	4,902
Theme park operating expenses	20,011	16,338
Repairs and maintenance	15,078	13,209
Consulting fees	8,098	7,905
Regulatory and licence fees	6,011	5,504
Telecommunications	2,815	2,823
Pre-opening costs	5,468	1,969
General and administration expenses:		
Provision (reversal of provision) for doubtful debts	52	(23)
Bad debts written off	161	146
Other general and administration expenses	26,484	31,172
Total general and administration expenses	26,697	31,295
Total expenses from continuing operations excluding finance costs	**873,535**	**837,644**

1.22 Finance Costs – Continuing Operations

	2014 $A'000	2013 $A'000
Total finance costs before fair value change on derivatives and finance restructuring costs	30,260	35,185
Finance restructuring costs (refer material items of income and expense in attached Reconciliation of Results)	2,840	--
Fair value change on derivatives (refer material items of income and expense in attached Reconciliation of Results)	26	(2,637)
Total finance costs	33,126	32,548

Notes to the Consolidated Statement of Comprehensive Income (continued)

Net Gain/(Loss) on Sale – Continuing Operations	2014 $A'000	2013 $A'000
1.23 Net gain/(loss) on sale of:		
Property, plant & equipment	(113)	(222)
Investments	251	6,842

1.24 Calculation of income tax on continuing and discontinued operations	2014 $A'000	2013 $A'000
Prima-facie income tax expense from continuing operations	(20,280)	(23,131)
Adjustments in respect of current income tax of previous years	(44)	(762)
Other assessable income	--	(1,290)
Non-deductible expenses	(1,722)	(2,106)
Net losses of overseas subsidiaries not brought to account	(1,167)	(1,567)
After-tax equity accounted profits (losses) included in pre-tax profit	2,544	3,281
Other	(320)	(444)
Total income tax expense – continuing operations *(item 1.6)*	(20,989)	(26,019)
Income tax expense attributable to discontinued operations	--	--
Total income tax expense	(20,989)	(26,019)

1.25 Consolidated retained earnings	2014 $A'000	2013 $A'000
Retained earnings at the beginning of the period	230,862	215,986
Net profit attributable to members *(item 1.11)*	45,769	50,931
Net transfers from reserves	--	--
Dividends and distributions paid or payable	(86,127)	(36,055)
Retained earnings at end of financial period	**190,504**	**230,862**

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 software and other intangibles	(8,988)	2,696	47	(6,245)

Comparison of half year profits	2014 $A'000	2013 $A'000
3.1 Consolidated profit from continuing and discontinued operations after tax attributable to members reported for the *1st* half year *(item 2.3 in the half yearly report)*	18,078	33,477
3.2 Consolidated profit from continuing and discontinued operations after tax attributable to members for the *2nd* half year	27,691	17,454

	Consolidated Statement of Financial Position	2014 $A'000	2013 $A'000
	Current assets		
4.1	Cash and cash equivalents	130,382	146,909
4.2	Trade and other receivables	107,736	112,565
4.3	Film distribution royalties	44,233	49,703
4.4	Inventories	17,805	16,088
4.5	Current tax assets	1	1
4.6	Derivatives	254	4,982
4.7	Other	20,246	16,372
4.8	**Total current assets**	**320,657**	**346,620**
	Non-current assets		
4.9	Trade and other receivables	14,071	15,616
4.10	Investments (equity accounted)	12,125	25,287
4.11	Available-for-sale investments	483	358
4.12	Property, plant and equipment	656,893	638,896
4.13	Film distribution royalties	86,662	99,128
4.14	Intangibles – goodwill (net)	248,295	244,027
4.15	Intangibles - other (net)	70,939	71,527
4.16	Deferred tax assets	913	1,013
4.17	Derivatives	--	53
4.18	Other	1,856	1,987
4.19	**Total non-current assets**	**1,092,237**	**1,097,892**
4.20	**Total assets**	**1,412,894**	**1,444,512**
	Current liabilities		
4.21	Trade and other payables	195,958	240,941
4.22	Interest bearing loans and borrowings	23,106	35,595
4.23	Derivatives	1,416	6,165
4.24	Income tax payable	8,573	11,785
4.25	Provisions (excluding tax liabilities)	60,685	32,308
4.26	Unearned revenue	37,643	41,920
4.27	**Total current liabilities**	**327,381**	**368,714**
	Non-current liabilities		
4.28	Trade and other payables	46,197	51,232
4.29	Interest bearing loans and borrowings	457,762	382,892
4.30	Deferred tax liabilities	43,796	48,344
4.31	Derivatives	541	1,423
4.32	Provisions (excluding tax liabilities)	13,668	18,157
4.33	Unearned revenue	2,239	1,672
4.34	**Total non-current liabilities**	**564,203**	**503,720**
4.35	**Total liabilities**	**891,584**	**872,434**
4.36	**Net assets**	**521,310**	**572,078**
	Equity		
	Parent entity interest:		
4.37	Contributed equity	219,191	234,345
4.38	Reserves	96,750	95,953
4.39	Retained earnings	190,504	230,862
4.40	Parent interests	506,445	561,160
4.41	Non-controlling interests	14,865	10,918
4.42	**Total equity**	**521,310**	**572,078**

5. Exploration and evaluation expenditure capitalised – N/A

6. Development properties - N/A

	Consolidated Statement of Cash Flows [1]	2014 $A'000	2013 $A'000
	Cash flows from operating activities		
7.1	Receipts from customers	1,035,629	1,010,895
7.2	Payments to suppliers and employees	(908,094)	(840,977)
7.3	Dividends and distributions received	20,865	7,654
7.4	Interest and other items of similar nature received	4,665	7,733
7.5	Finance costs	(29,487)	(33,083)
7.6	Income taxes paid	(26,865)	(1,483)
7.7	**Net cash flows from operating activities**	**96,713**	**150,739**
	Cash flows from investing activities		
7.8	Purchases of property, plant and equipment	(135,784)	(131,118)
7.9	Purchases of software and other intangibles	(17,060)	(13,928)
7.10	Proceeds from sale of property, plant and equipment	125	208
7.11	Purchase of equity investments	(9,284)	(7,122)
7.12	Proceeds from sale of investments / businesses	43,524	2,006
7.13	Loans to (or repaid to) other entities	--	(400)
7.14	Loans from (or repaid by) other entities	4,534	13,278
7.15	**Net cash flows from (used in) investing activities**	**(113,945)**	**(137,076)**
	Cash flows from financing activities		
7.16	Proceeds from issues of shares	187	9,930
7.17	Proceeds from borrowings	126,770	24,589
7.18	Repayment of borrowings / derivatives	(45,191)	(59,561)
7.19	Dividends and distributions paid	(62,202)	(36,055)
7.20	Capital reduction	(19,139)	--
7.21	**Net cash flows from (used in) financing activities**	**425**	**(61,097)**
7.22	**Net decrease in cash held**	**(16,807)**	**(47,434)**
7.23	Cash at beginning of period *(see reconciliation of cash)*	146,909	193,574
7.24	Exchange rate adjustments to item 7.23	280	769
7.25	**Cash at end of period** *(see reconciliation of cash)*	**130,382**	**146,909**

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.

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

Reconciliation of net profit to net operating cash flows

	2014 $A'000	2013 $A'000
Net profit	**46,612**	**51,084**
Adjust for:		
Depreciation	44,338	36,167
Amortisation	21,011	18,097
Impairment, write-downs and provisions relating to non-current assets and onerous lease (refer item 1.21 & material items of income & expense in attached Reconciliation of Results)	3,003	14,383
Provisions	1,469	3,217
Share-based payment expense	1,544	895
Net (gains) losses on disposal of assets	(138)	(6,804)
Unrealised foreign currency (profit)/loss	(185)	26
Unrealised derivative (gain) loss (refer item 1.22 and material items of income and expense in attached Reconciliation of Results)	26	(2,637)
Difference between equity accounted results and cash dividends received	12,385	(3,284)
Changes in assets & liabilities:		
Trade and other receivables	2,970	(166)
Trade and other payables	(34,260)	32,367
Income tax payable (refundable)	(3,212)	14,066
Unearned income	(3,710)	10,234
Other payables and provisions	(5,111)	168
Inventories	(1,823)	(870)
Capitalised borrowing costs	1,529	2,271
Deferred and other income tax assets and liabilities	(2,664)	10,470
Prepayments and other assets	(5,007)	(6,552)
Film Distribution Royalties	17,936	(22,393)
Net operating cash flows	**96,713**	**150,739**

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.	2014 $A'000	2013 $A'000
8.1	Cash on hand and at bank	34,017	48,202
8.2	Deposits at call	96,365	98,707
8.3	Bank overdraft	--	--
8.4	Total cash at end of period – continuing operations	130,382	146,909
8.5	Cash on hand & at bank attributable to discontinued operations	--	--
8.6	**Total cash and cash equivalents at end of period**	**130,382**	**146,909**

Acquisition/Disposal of controlled entities – N/A

Undrawn credit facilities

The economic entity has undrawn credit facilities at balance date of $197.5 million (2013: $148.6 million).

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

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)*	7.0%	8.2%
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 4.40)*	9.0%	9.1%

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 EPS[1,2]	28.7c	32.7c
	Diluted EPS[1,2]	28.3c	32.3c
	Basic and diluted EPS from continuing operations are as follows:		
	Basic EPS[1,2]	28.7c	32.7c
	Diluted EPS[1,2]	28.3c	32.3c
	Weighted Average Number of shares outstanding during the period used in the calculations of EPS:		
	Ordinary Shares – Basic EPS	159,490,636	155,760,052
	Ordinary Shares – Diluted EPS	161,721,974	157,887,682

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

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

NTA backing		Current period A$	Previous corresponding period A$
11.1	Net tangible asset backing per +ordinary security	1.17	1.54

Discontinued Operations

12.1 There were no discontinued operations in the year ended 30 June 2014 or 30 June 2013.

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)	N/A
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	
14.3	Date to which the profit (loss) in item 14.2 has been calculated	
14.4	Consolidated profit (loss) after tax of the entity (or group of entities) while controlled during the whole of the previous corresponding period	
14.5	Contribution to consolidated profit (loss) from sale of interest leading to loss of control	

Dividends & Distributions

15.1	Date the dividend is payable	2 October 2014
15.2	+Record date to determine entitlements to the dividend (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)	11 September 2014
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
	Final dividend:			
15.4	Current year – Ords *(To be paid October 2014)*	14.0c	14.0c	--
15.5	Previous year – Ords *(Paid October 2013)*	13.0c	13.0c	--
	Special dividend			
15.6	Current year – Ords *(Paid July 2014)*	15.0c	15.0c	--
	Interim dividend:			
15.7	Current year – Ords *(Paid March 2014)*	13.0c	13.0c	
15.8	Previous year – Ords *(Paid March 2013)*	13.0c	13.0c	--
	Distribution:			
15.9	Current year – Ords *(Paid December 2013)*	13.0c	13.0c	--

Total Dividend & Distribution per security

		Current year	Previous year
15.10	+Ordinary securities	55.0c	26.0c

Dividends & Distributions paid/payable on all securities

		Current period $A'000	Previous corresponding Period $A'000
15.11	+Ordinary securities *(each class separately)*	86,127	36,055
15.12	**Total**	**86,127**	**36,055**

The +dividend or distribution plans shown 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

Group's share of associates':		Current period $A'000	Previous corresponding period $A'000
16.1	Profit (loss) from continuing operations before income tax	10,098	11,619
16.2	Income tax (expense) benefit on continuing operations	(1,618)	(1,275)
16.3	**Share of net profit (loss) of associates**	**8,480**	**10,344**

Equity accounted associates

Details relating to equity accounted associates are set out below.

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**	Current period	Previous corresponding period	Current Period A$'000	Previous corresponding period A$'000
Associates:				
Dartina Development Ltd.	50.00%	50.00%	7,702	6,976
Village Roadshow Entertainment Group Ltd.[1]	47.12%	47.63%	--	3,785
IPic-Gold Class Entertainment LLC	30.00%	30.00%	1,011	(419)
VR IPic Finance LLC	42.86%	--	(234)	--
Other[2]	N/A	N/A	1	2
Total			**8,480**	**10,344**

Notes:

1. The VRL group is the largest shareholder in Village Roadshow Entertainment Group Limited ("VREG"), with 47.12% (2013: 47.63%) of the ordinary shares of VREG.

   The VRL group also holds dividend bearing non-voting redeemable equity shares ("redeemable equity shares"), which are scheduled to be redeemed by 2018 and can be converted into ordinary shares upon an Initial Public Offering of VREG. The redeemable amount, including accrued dividends as at 30 June 2014 is approximately USD 126.9 million. Partial redemption of the redeemable equity shares is currently not anticipated to commence in the short term. The redeemable equity shares are subordinated to VREG's securitised film financing and mezzanine debt in the event of default or poor film performance.

   Subject to the film performance of VREG films and available free cash flow, the VRL group is entitled to receive approximately US$6 million p.a. in cash dividends on the redeemable equity shares, as they earn a 5% p.a. cash dividend (which are accrued if not received in cash) and 9% p.a. payment in kind. In the year to 30 June 2014, no cash dividends were received from VREG, (2013: US$3.9 million (A$3.8 million) cash dividends received, which were included as equity-accounted profits from VREG in the year ended 30 June 2013). The VRL group results only include cash dividends received from VREG.

   The VREG Board is the ultimate decision-making body of VREG, however the provisions of the VREG Shareholders Agreement provide that most decisions regarding relevant activities of VREG are recommended to the Board by an advisory committee established under the Shareholders Agreement ("Advisory Committee"). The VRL group does not have control of either the VREG Board or Advisory Committee. Based on this, it has been determined that the VRL group does not control VREG in accordance with AASB 10: *Consolidated Financial Statements*, however the VRL group does have significant influence over VREG in accordance with AASB 128: *Investments in Associates*.

   Therefore, the investment in VREG is equity-accounted, and as a result of the significant negative net asset position of VREG, the carrying value of the shareholding, including the redeemable equity shares, is fully provided against, so that the VRL group has no carrying value for accounting purposes. It is noted that VREG's film rights are recorded in its accounts (in non-current assets) at amortised cost, as required under IFRS, which is significantly less than the market value of these film rights.

2. In relation to 'other' associates 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)*	N/A	N/A		
18.2	Changes during current period (a) Increases through issues (b) Decreases through returns of capital, buybacks, redemptions				
18.3	**+Ordinary securities** [1]	159,504,142	159,504,142		
18.4	Changes during current period (a) Increases through issues (b) Decreases through returns of capital, Buybacks	 26,430 --	 26,430 --		
18.5	**+Convertible debt securities** *(description and conversion factor)*	N/A	N/A		
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 November 2012, with an effective grant date of 29 November 2012 were as follows:			*Exercise Price*	*Expiry Date (if any)*
	Options over Ordinary shares	1,500,000	--	$3.51	1/3/2019
	Options over Ordinary shares	1,500,000	--	$3.51	1/3/2019
	Options over Ordinary shares	1,500,000	--	$3.51	1/3/2019
	Total Options over Ordinary shares	4,500,000	--		
18.8	Changes during current period (a) Issued during current period (b) Exercised during current period (c) Lapsed during current period	 -- -- -- --	 -- -- -- --		
18.9	**Debentures** *(description)*				
18.10	Changes during current period	N/A	N/A		
18.11	**Unsecured notes** *(description)*				
18.12	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 accounted for as options. Shares issued under these plans are referred to as 'in-substance' options, and are included in the Ordinary securities disclosed in item 18.3 and 18.4, and excluded from the Options disclosed in items 18.7 and 18.8.

19.1 Segment Reporting[1]

	Theme Parks		Cinema Exhibition		Film Distribution		Other²		Total	
	2014 $'000	2013 $'000	2014 $'000	2013 $'000	2014 $'000	2013 $'000	2014 $'000	2013 $'000	2014 $'000	2013 $'000
Reporting by Operating Segments - Continuing Operations:										
Segment revenue – services	224,280	194,107	194,699	189,166	202,805	192,823	--	--	621,784	576,096
Segment revenue – goods	110,254	102,599	70,196	65,705	142,378	165,513	--	--	322,828	333,817
Total segment revenue	334,534	296,706	264,895	254,871	345,183	358,336	--	--	944,612	909,913
Plus: Non-segment revenue	--	--	--	--	--	--	17,811	20,021	17,811	20,021
Less: Inter-segment revenue	--	--	--	--	(21,392)	(19,033)	(1,861)	(2,426)	(23,253)	(21,459)
Total Revenue									**939,170**	**908,475**
Segment results before tax	33,096	30,694	43,773	40,428	34,841	37,983	--	--	111,710	109,105
Non-segment result (Corporate) before tax	--	--	--	--	--	--	(32,262)	(27,098)	(32,262)	(27,098)
Operating profit (loss) before tax – segment purposes	**33,096**	**30,694**	**43,773**	**40,428**	**34,841**	**37,983**	**(32,262)**	**(27,098)**	**79,448**	**82,007**
Unrealised mark to market profits (losses) on interest rate and foreign currency derivatives not designated in hedging relationships									(26)	2,637
Finance restructuring costs									(2,840)	--
Impairment, write-downs and provisions relating to non-current assets and onerous lease									(3,003)	(14,383)
Legal settlement and expenses									(4,774)	--
Profit (loss) on disposal of investments / businesses									(1,204)	6,842
Operating profit before tax									**67,601**	**77,103**
Income tax expense									(20,989)	(26,019)
Non-controlling interest									(843)	(153)
Total attributable profit after tax from continuing operations per the statement of comprehensive income									**45,769**	**50,931**
Interest income	176	297	474	502	1,065	1,068	2,481	5,596	4,196	7,463
Finance costs before fair value change on derivatives and finance restructuring costs	18,466	22,763	4,407	4,993	4,678	6,092	2,709	1,337	30,260	35,185
Finance costs – fair value change on derivatives									26	(2,637)
Finance costs – finance restructuring costs									2,840	--
Total finance costs									33,126	32,548
Depreciation and amortisation expense	45,249	36,185	14,862	13,585	3,211	3,196	2,027	1,298	65,349	54,264
Equity-accounted net profit (loss)									8,480	10,344
Capital expenditure	123,765	64,230	11,913	13,197	1,548	3,989	15,618	63,630	152,844	145,046

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, and also includes Wet'n'Wild Sydney in 2013

20.1 Not used

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).

N/A

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.

Franking credits available as at 30 June 2014 will need to be assessed in conjunction with estimated franking account movements in the year ending 30 June 2015, at the time of declaring any dividends.

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 2013 financial report other than as set out below (including items 21.6(a)(i) – 21.6(a)(iii) which were noted in the 31 December 2013 half-year financial report).

(i) Legal action relating to former subsidiary in Sydney Attractions Group:

As disclosed in Note 22(a)(viii) in the 30 June 2013 accounts, a former subsidiary of VRL, within the Sydney Attractions Group ("SAG"), had taken legal proceedings to claim amounts owed by the vendor of a business sold to SAG. The vendor had lodged a counter-claim in those proceedings. Settlement was reached in December 2013, resulting in a payment by VRL of approximately $4.6 million. This settlement amount, together with related legal expenses incurred, has been expensed in the accounts to 30 June 2014 (refer Material Items of Income and Expense in the Reconciliation of Results, which forms part of the Directors' Report).

(ii) Guarantee issued in relation to Associate:

In the year ended 30 June 2014, VRL has procured a bank guarantee to support the financing of an associated entity, VR iPic Finance LLC ("VRIF"), in which the VRL group has a 42.86% (3/7th) interest. VRIF has obtained debt financing to contribute funds to iPic-Gold Class Entertainment LLC ("IGCE"), which is also an associated entity of VRL. Another shareholder of IGCE is also providing guarantee support to VRIF. VRL's guarantee exposure is expected to increase to approximately US$11.7 million by around June 2015.

(iii) Dormant subsidiary placed into liquidation:

In the year ended 30 June 2014, VC Eye Pty. Ltd., a dormant wholly-owned subsidiary was placed into creditors' voluntary liquidation. As VC Eye Pty. Ltd. has only nominal assets, no material impact on the VRL group is expected from this liquidation.

(iv) Legal action relating to ride constructed at Sea World, Gold Coast:

In the year ended 30 June 2014, following the termination of a contract for construction of a new ride at Sea World by SX Projects Pty. Ltd. ("SX Projects"), a writ has been filed by SX Projects seeking approximately $3 million from the VRL group. A Defence and Counter-Claim has been filed to the effect that the VRL group's termination was lawful. The matter is making its way through the court process. The VRL group has not provided any amount in relation to this claim.

(v) Legal action relating to cancelled New Year's Eve event at Wet'n'Wild Sydney:

In the year ended 30 June 2014, following the cancellation of a New Year's Eve event at Wet'n'Wild Sydney, which was being organised and promoted by an external party, One Cube Entertainment Pty. Ltd. ("OC"), legal proceedings have been commenced by OC, claiming approximately $1 million. The VRL group has filed a defence and the matter is currently progressing through the court process. No trial date has been set and the VRL group has not provided any amount in relation to this claim.

(b) Contingent Assets

Contingent assets are not materially different from those disclosed in the 30 June 2013 financial report.

21.7 All financial results for the years ended 30 June 2014 and 30 June 2013 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	20 November 2014
Time	9.00 am
Approximate date the +annual report will be available	20 October 2014

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: 21 August 2014
(Company secretary)

Print name: SHAUN DRISCOLL