

5 June 2014

SPECIAL DIVIDEND

The Directors of Village Roadshow Limited (“VRL”) have today approved a 15 cents per share fully-franked special dividend, payable on 17 July 2014, with a record date of 26 June 2014.

The 15 cents per share special dividend represents a total payment to VRL shareholders of approximately \$24 million. VRL had previously indicated an intention to consider a distribution of 25 cents per share, subject to the company’s circumstances. The above 15 cents per share fully franked special dividend gives effect, in part, to that stated intention. VRL directors preference is that VRL pay fully franked ordinary dividends, and VRL directors intend to consider a further 10 cents per share special dividend (potentially franked) later in FY2015 or FY2016, subject to the Company’s circumstances and available franking credits at that time.

In February 2014, when releasing the half year results to 31 December 2013, VRL indicated that it was on track to slightly exceed 2013 Net Profit After Tax before Material Items (“NPAT”). As a result of the generally disappointing box office performance of *Transcendence* and resulting approximately \$2 million minimum guarantee write off, the Film Distribution division forecast results for FY2014 will not achieve earlier expectations. While the rest of the Film Distribution business and VRL’s other businesses remain robust, this write off, assuming no cash dividend from VREG, will mean that VRL’s 2014 NPAT is now likely to be in line with or slightly below FY2013 NPAT.