



Village Roadshow Limited
ABN 43 010 672 054

Additional Information 2003

- 90 Extract of Results – Film Production Exploitation
- 92 EBITDA Analysis
- 92 Reconciliation of Segment Result and Reported EBITDA Analysis
- 92 Exhibition Box Office and Underlying EBITDA
- 93 Additional Information
- 93 Reconciliation of Reported EBITDA to Profit before tax by Division
- 93 Reconciliation of Reported and Underlying Exhibition EBITDA
- 94 Additional Information – Cinema Exhibition Division
- 95 Claim by Former Executive
- 96 Ten Year Financial Summary
- 98 Share Register Information and Directory

Extract of Results: Film Production Exploitation

11 February 2003
to 30 June 2003
\$A'000

Statement of Financial Performance

Sales revenue (Note 1)	557,019
Expenses:	
Amortisation of investment in completed films (Note 2)	(94,056)
Other film expenses (Note 3)	(428,555)
Borrowing costs	(24,897)
Other	(9,511)
Net Profit from film exploitation (Note 4)	-

Note 1:

Sales Revenue consists of film hire revenue from box office attendances in addition to exploitation revenue from video/DVD and television.

Excluded from this analysis are non-studio producer and overhead fees which have been eliminated on consolidation following the acquisition of Village Roadshow Films (BVI) Limited in February 2003.

Note 2:

Investment in completed film costs are capitalised in the Statement of Financial Position and amortised in accordance with Accounting Standard 1009: Construction Contracts. The progressive amortisation required is calculated to reflect ultimate profits on a pro-rata basis, dependent on the ratio of revenue earned to balance date as a percentage of total revenue expected to be earned over the lifetime of the films released as at each balance date. In the event an ultimate loss is projected for films released as at each balance date, an amount equivalent to this loss will be written off immediately.

Revenue expected to be earned over the lifetime of each film includes theatrical, DVD/video and television streams.

Revenue earned to date, total expected revenue and amortisation amounts utilised in the above calculations are based on the total portfolio of films released as at each balance date.

Films released after balance date but prior to lodgement of the results are included in the review of overall portfolio profits. Films committed to at balance date but unreleased at lodgement of results are reviewed, on a conservative basis, for potential future losses. Where a future loss can be reasonably predicted, this loss is taken into account in determining the overall portfolio film profits at balance date.

Note 3:

Other film costs include prints and advertising expenses, sub-distribution fees, participations and residuals, studio participations and other direct film costs.

Note 4:

At 30 June 2003, portfolio film exploitation profit derived was marginal as revenues from *The Matrix Reloaded* were minimal at that time.

Any projection of future profit in respect of films released to date involves an estimate of income from all exploitation windows, which takes up to 10 years to be fully realised. Taking into account reduced producer and overhead fees booked to revenue due to the consolidation of Village Roadshow Films (BVI) Limited and film exploitation profits expected to be recognised in the next financial year, profit for the film production division for the next reporting period is expected to be similar to the 2003 financial year before specific items.

The above net profit from film exploitation excludes specific item expenses of \$20.469 million relating to set up costs for the refinancing of the debt facility

30 June 2003
\$A'000

Statement of Financial Position

Current assets

Film library	472,772
Working capital	136,191

Non-current assets

Film library	640,129
Security deposit	105,607

Current liabilities

Borrowings	472,772
Working capital	174,652

Non-current liabilities

Borrowings	539,369
------------	---------

11 February 2003
to 30 June 2003
\$A'000

Statement of Cash Flows

Net Operating Cash Flows:

Receipts from customers	422,346
Payments to suppliers and employees (Note 5)	(582,773)
Payments to suppliers and employees - specific items (Note 6)	(20,469)
Interest and other costs of finance paid	(24,897)

Net Financing Cash Flows:

Proceeds from borrowings	375,775
Repayment of borrowings	(171,098)

Note 5: Includes film acquisition costs \$257.5 million.

Note 6: Specific items relate to set up costs for the refinancing of the debt facility.

EBITDA Analysis

RECONCILIATION OF SEGMENT RESULT AND REPORTED EBITDA ANALYSIS FROM CONTINUING OPERATIONS (EXCLUDING SPECIFIC ITEMS)

	SEGMENT RESULT ¹		OPERATING RESULT ¹		REPORTED EBITDA ²	
	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000
Segment result, Operating result & Reported EBITDA² by business						
Exhibition	15,796	29,179	11,981	10,840	61,397	64,638
Theme Parks	14,133	15,941	11,531	13,848	20,784	22,937
Radio	74,554	79,768	62,776	69,352	83,081	88,425
Production	50,525	18,579	10,987	23,710	52,705	23,490
Distribution	9,334	2,222	9,294	2,222	11,190	4,346
Other (includes corporate overheads)	(60,531)	(39,362)	(2,758)	(13,645)	(27,528)	(28,301)
Total	103,811	106,327	103,811	106,327	201,629	175,535
Calculation of Reported EBITDA						
Operating profit before specific items and tax					103,811	106,327
Add:						
Amortisation of intangibles					4,094	4,538
Depreciation and amortisation (excluding intangibles)					151,325	54,437
Film Library and other production amortisation					(101,279)	(7,189)
Interest expense					46,533	25,447
Tax on unit trust distributions					2,380	3,551
Tax on partnership profits					1,122	294
Goodwill on equity profits					1,679	1,801
Less:						
Interest income					(15,468)	(23,249)
Interest from exhibition partnership/associates					7,432	9,578
Reported EBITDA (before Outside Equity Interests)					201,629	175,535

EXHIBITION BOX OFFICE AND UNDERLYING EBITDA² FROM CONTINUING OPERATIONS – \$'000

GEOGRAPHICAL SEGMENT	YEAR ENDED JUNE 2003			YEAR ENDED JUNE 2002		
	GROSS BOX OFFICE	100%	UNDERLYING EBITDA Village Share	GROSS BOX OFFICE	100%	UNDERLYING EBITDA Village Share
Australia	307,127	72,959	27,144	298,774	74,712	27,672
Asia/New Zealand	154,909	24,937	10,041	132,797	23,051	6,920
Europe	404,027	86,930	45,252	392,512	92,526	44,271
South America	13,488	4,681	2,575	20,977	7,778	4,278
Total	879,551	189,507	85,012	845,060	198,067	83,141

Note 1: As outlined in the segment reporting note, certain financing and investing transactions are excluded from the definition of 'segment result' under the revised AASB 1005 Segment Reporting. These transactions, which comprise interest income, interest expense, proceeds from sale of assets and the carrying value of assets sold, have been treated as unallocated for 'segment result' purposes, but are included in each segment's 'operating result' above. Operating result includes the items which are excluded from the new segment result definitions, and represents the basis under the previous segment accounting standard. EBITDA has been calculated from each segment's operating result.

Note 2. Underlying EBITDA represents Village Roadshow's equity share of trading in each territory on a grossed-up basis, i.e. ignoring the effect of corporate structuring. Reported EBITDA differs from this because there are a number of partnerships/associates whose contribution to reported EBITDA is Village Roadshow's share of their post-tax profits.

Additional Information

RECONCILIATION OF REPORTED EBITDA TO PROFIT BEFORE TAX BY DIVISION – CONTINUING OPERATIONS (EXCLUDING SPECIFIC ITEMS) – 2003

	REPORTED EBITDA	AMORTISATION/ DEPRECIATION	NET INTEREST	TAX INCLUDED IN PRE-TAX PROFIT	OTHER	PROFIT BEFORE TAX
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Exhibition	61,397	(38,810)	(10,166)	(150)	(290)	11,981
Theme Parks	20,784	(3,816)	(2,588)	(2,720)	(129)	11,531
Radio	83,081	(8,770)	(11,535)	-	-	62,776
Production	52,705	(539)	(41,179)	-	-	10,987
Distribution	11,190	-	-	(632)	(1,264)	9,294
Other (includes corporate overheads)	(27,528)	(2,204)	26,970	-	4	(2,758)
Total	201,629	(54,139)	(38,498)	(3,502)	(1,679)	103,811

RECONCILIATION OF REPORTED AND UNDERLYING EXHIBITION EBITDA

	2003 \$'000	2002 \$'000
Underlying EBITDA - Continuing Operations	85,012	83,141
Less: Depreciation in equity territories	(28,953)	(31,261)
Less: Interest in equity territories	(7,113)	(9,094)
Less: Tax in equity territories	(2,686)	(3,310)
Other ¹	15,137	25,162
Reported EBITDA	61,397	64,638

¹ Represents losses from associated entities where equity accounting has ceased.

Additional Information continued

ADDITIONAL INFORMATION – CINEMA EXHIBITION DIVISION

OWNERSHIP INFORMATION:

TERRITORY	GROUP OWNERSHIP	PARTNERS	STRUCTURE	MAIN ASSOCIATE AND JOINT VENTURE ENTITIES
Australia	Multiplex 50% Arthouse 50% Traditional 50%-100%	<i>Multiplex</i> – Greater Union 50% <i>Traditional</i> – Greater Union 50% – Other 50%	Joint Venture / Various	Australian Theatres JV Palace Cinemas JV
New Zealand	50%	Sky City Leisure 50%	Joint Venture	Village Sky City Cinemas JV
Fiji	33.3%	Sky City Leisure 33.3% Local 33.3%	Joint Venture	Damodar Village Sky City Cinemas JV
Singapore	50%	Golden Harvest 50%	Associate	Dartina Development Limited
Taiwan	50%	Warner Bros. 50%	Associate	Warner Village Cinemas Company Limited
Italy	45%	Warner Bros. 45% Local 10%	Associate	Warner Village Cinemas SPA
Greece	100%		Subsidiary	
Czech Republic	100%		Subsidiary	
UK	100%		Subsidiary	
Argentina	55%	Sky City Leisure 25% Local 20%	Associate	Village Cinemas SA

OPERATIONAL INFORMATION:

TERRITORY	NEW SITES		TOTAL SITES		NEW SCREENS		TOTAL SCREENS	
	2003	2002	2003	2002	2003	2002	2003	2002
Australia	(4)	1	71	75	(15)	16	573	588
New Zealand	1	(3)	13	12	8	(12)	84	76
Fiji	-	-	2	2	-	-	10	10
Singapore	-	(1)	8	8	-	(6)	58	58
Taiwan	1	4	6	5	13	43	73	60
Italy	2	2	13	11	18	29	139	121
Greece	-	-	4	4	-	-	44	44
Czech Republic	1	-	2	1	14	-	22	8
UK	(34)	5	6	40	(349)	48	53	402
Argentina	-	-	6	6	-	-	69	69
Total	(33)	8	131	164	(311)	118	1,125	1,436

FINANCIAL INFORMATION:

	AUSTRALIA		ASIA/NEW ZEALAND		EUROPE		SOUTH AMERICA	
	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000	2003 \$'000	2002 \$'000
100%								
Gross Box Office	307,127	298,774	154,909	132,797	404,027	392,512	13,488	20,977
Operating Revenue	423,443	411,024	210,719	188,940	568,004	597,130	22,037	33,854
Underlying EBITDA	72,959	74,712	24,937	23,051	86,930	92,526	4,681	7,778
Village Roadshow Limited Share								
Underlying EBITDA	27,144	27,672	10,041	6,920	45,252	44,271	2,575	4,278
Underlying Rent Expense	30,649	28,658	23,535	21,142	49,745	48,789	289	268
Operating Lease Commitments	407,971	355,211	164,557	210,714	448,281	1,022,414	2,114	3,725

CLAIM BY FORMER EXECUTIVE

On 23 September 2003, legal proceedings were issued against Village Roadshow Limited ("VRL") by the service company of a former executive, Mr. Peter Ziegler. The vast majority of the claim relates to an allegation that VRL failed to pay Mr. Ziegler a termination payment. Mr. Ziegler contends that this termination payment was payable upon the expiry of his contract through effluxion of time. VRL maintains that a termination payment was only payable if VRL terminated the contract early. The total claim is for more than A\$148 million.

On the basis of legal advice, VRL strongly believes that the amount claimed by Mr. Ziegler is fanciful and that the termination payment claim will fail entirely. VRL will vigorously defend the allegations made by Mr. Ziegler.

It is expected that it will take a number of years for the claim to be finally disposed of by the Courts. The Directors confirm that, in their opinion, this claim will have no material impact on VRL. However, VRL can not give any assurance regarding the outcome of this claim, or any other litigation in which it is involved.

Ten Year Financial Summary

	2003	2002	2001
OPERATING RESULTS (\$'000)			
(from continuing operations only from 2000 onwards)			
Sales revenue	1,263,686	699,784	662,038
EBITDA before specific items	201,629	175,535	165,215
EBIT before specific items	147,489	123,749	123,796
Net interest expense / (credit)	38,497	11,776	29,246
Tax expense / (credit) on ordinary earnings	24,376	29,746	23,110
Net profit excluding specific items attributable to members	61,050	55,310	59,790
Total Dividends declared (ordinary & preference)	-	25,640	41,379
BALANCE SHEET (\$'000)			
Total Shareholders' equity	1,077,993	1,201,609	1,225,274
Net borrowings	1,064,650	20,156	14,893
Funds employed	2,168,241	1,247,408	1,274,140
Total assets	2,904,651	2,191,357	2,116,218
OTHER MAJOR ITEMS (\$'000)			
Capital expenditure	106,643	139,889	179,126
Depreciation & amortisation excluding production amortisation	54,140	51,786	41,419
RATIOS			
Return on average total shareholders' equity (%)	6.97	6.31	5.78
EBIT/average funds employed (%)	8.64	9.82	8.93
Net borrowings/total shareholders' equity (%)	98.76	1.68	1.22
Interest cover (times)	3.17	4.86	3.07
PER SHARE CALCULATIONS			
Total EPS pre- specific items and discontinuing operations (cents per share)	12.55	11.47	12.64
Total EPS including specific items and discontinuing operations (cents per share)	(5.35)	10.60	11.64
Dividends – ordinary shares (cents per share)	-	-	7.175
Dividends – preference shares (cents per share)	-	10.175	10.175
Net tangible assets (\$ per share)	1.81	2.07	2.19
OTHER			
Accumulation index* – Ordinary shares (index base 1,000 as at June 1994)	516	511	656

*Represents value of \$1,000 invested in June 1994 with all dividends reinvested

2000	1999	1998	1997	1996	1995	1994
565,944	617,256	441,664	392,570	297,119	246,615	153,014
184,941	161,145	139,791	112,267	94,606	64,987	37,824
125,402	111,504	109,662	81,276	73,251	52,242	28,997
26,947	25,010	23,981	909	1,938	(1,101)	4,946
10,751	10,493	12,697	8,293	6,610	10,399	2,130
82,145	75,418	68,126	58,030	47,489	38,000	21,921
40,634	51,068	48,499	44,404	30,452	24,242	11,283
1,029,254	1,017,225	938,188	830,202	754,999	479,590	198,529
432,959	388,839	270,293	344,214	(106,159)	18,751	82,745
1,497,870	1,515,883	1,368,574	1,174,416	648,840	498,341	281,274
1,968,549	1,954,429	1,792,681	1,482,496	1,126,436	775,851	442,052
211,214	211,851	107,382	310,438	161,075	95,717	35,460
59,539	49,641	30,129	30,991	21,355	12,745	8,827
7.81	7.17	7.70	9.09	10.48	12.67	13.45
8.32	7.73	8.62	8.92	12.77	13.40	13.83
42.07	38.23	28.81	41.46	(14.06)	3.91	41.68
3.57	3.13	3.40	6.09	6.01	4.29	4.46
17.99	17.33	16.24	15.18	14.10	14.66	10.72
16.54	6.24	16.70	15.74	14.10	14.66	10.72
7.175	10.00	10.00	9.50	8.50	7.00	5.00
10.175	13.00	13.00	12.50	11.50	10.175	5.74
2.09	2.00	2.13	1.97	1.73	1.34	0.85
901	1,001	1,072	1,728	2,037	1,358	1,000

Share Register Information and Directory

The following information is given to meet the requirements of the Listing Rules of the Australian Stock Exchange Limited.

SUBSTANTIAL SHAREHOLDERS

Notices of substantial shareholdings received and the number of ordinary shares held as at 19 September 2003

Name of substantial shareholder	Ordinary shares	%
Village Roadshow Corporation Limited	118,644,984	50.51
Graham W. Burke	118,647,384	50.51
Granada Media plc	42,331,109	18.02

DISTRIBUTION OF SECURITY HOLDERS AS AT 19 SEPTEMBER 2003

Category of holding	Number of holdings	%	Number of shares	%
Ordinary shares				
1 - 1,000	3,503	44.60	2,248,592	0.96
1,001 - 5,000	3,355	42.72	8,625,512	3.67
5,001 - 10,000	604	7.70	4,622,003	1.97
10,001 - 100,000	346	4.41	9,001,805	3.83
100,001 and over	45	0.57	210,405,195	89.57
Total	7,853	100.00	234,903,107	100.00
Number of holdings less than a marketable parcel	675		122,749	
A Class Preference Shares				
1 - 1,000	2,502	52.63	794,533	0.32
1,001 - 5,000	1,229	25.85	3,243,578	1.30
5,001 - 10,000	414	8.71	3,389,455	1.35
10,001 - 100,000	509	10.71	15,257,167	6.10
100,001 and over	100	2.10	227,530,414	90.93
Total	4,754	100.00	250,215,147	100.00
Number of holdings less than a marketable parcel	1,732		241,585	

VOTING RIGHTS ON ORDINARY SHARES

On a show of hands - one vote per every member present in person or by proxy. On a poll - one vote for every share held.

VOTING RIGHTS ON A CLASS PREFERENCE SHARES

On a show of hands - one vote for every member present in person or by proxy.

On a poll - one vote for every share held.

A preference share shall confer no right to vote at any general meeting except in one or more of the following circumstances:

- on a proposal that affects rights attaching to the preference share;
- during a period which any dividend payable on the preference share is more than 6 months in arrears;
- on a proposal to reduce the share capital of the Company;
- on a proposal to wind up the Company;
- on a proposal for the sale of the Company's undertaking.

20 LARGEST SECURITY HOLDERS AS AT 19 SEPTEMBER 2003

Ordinary Shares

Name of holder	Shares	%	Rank
Village Roadshow Corporation Limited	111,819,817	47.60	1
Granada Danmark A/S	42,331,109	18.02	2
ANZ Nominees Limited	20,189,079	8.59	3
Canberra Theatres Limited	6,544,167	2.79	4
J P Morgan Nominees Australia Limited	5,448,432	2.32	5
Westpac Custodian Nominees Limited	5,121,734	2.18	6
Citicorp Nominees Pty Limited	5,120,807	2.18	7
National Nominees Limited	3,904,005	1.66	8
Compress Ventures Pty Limited	1,000,000	0.43	9
Beck Corporation Pty Ltd	618,417	0.26	10
Holbrook Corporation Pty Ltd	522,597	0.22	11
IOOF Investment Management Limited	500,000	0.21	12
Mr Gregory Coote	476,500	0.20	13
Cynosura Investments Pty Ltd	473,231	0.20	14
Willow Grange Pty Ltd	454,000	0.19	15
Fortis Clearing Nominees Pty Ltd	418,719	0.18	16
Commonwealth Custodial Services Limited	389,556	0.17	17
Equipart Nominees Pty Ltd	373,739	0.16	18
ANZ Nominees Limited	314,940	0.13	19
Cogent Nominees Pty Limited	291,268	0.12	20
Total	206,312,117	87.81	

A Class Preference Shares

Name of holder	Shares	%	Rank
Westpac Custodian Nominees Limited	73,728,293	29.47	1
ANZ Nominees Limited	28,278,565	11.30	2
J P Morgan Nominees Australia Limited	20,056,485	8.02	3
Citicorp Nominees Pty Limited	10,112,558	4.04	4
RBC Global Services Australia Nominees Pty Limited	8,806,726	3.52	5
IOOF Investment Management Limited	7,121,982	2.85	6
PAN Australian Nominees Pty Limited	6,320,558	2.53	7
Permanent Trustee Australia Limited	6,182,975	2.47	8
National Nominees Limited	5,605,915	2.24	9
RBC Global Services Australia Nominees Pty Limited	5,120,000	2.05	10
Queensland Investment Corporation	4,652,540	1.86	11
Brispot Nominees Pty Ltd	4,335,910	1.73	12
HSBC Custody Nominees (Australia) Limited	4,056,065	1.62	13
Mrs Shamala Sanchana Sethu	3,500,000	1.40	14
Fortis Clearing Nominees Pty Ltd	2,230,034	0.89	15
AMP Life Limited	1,776,615	0.71	16
Argo Investments Limited	1,522,190	0.61	17
Diversified United Investment Limited	1,500,000	0.60	18
Cogent Nominees Pty Limited	1,424,280	0.57	19
Mr Graham William Burke	1,390,400	0.56	20
Total	197,722,091	79.04	

Share Register Information and Directory continued

CONTACT INFORMATION

Principal Administrative Office

Village Roadshow Limited
206 Bourke Street
Melbourne Vic 3000
Australia
Ph: 03 9667 6666
Fax: 03 9663 1972

Registered office

Warner Roadshow Movie World Studios
Pacific Motorway
Oxenford Qld 4210
Australia
Ph: 07 5585 9666
Fax: 07 5573 3698

Home exchange

Australian Stock Exchange Limited
Riverside Centre
123 Eagle Street
Brisbane Qld 4000
Australia
Ph: 1300 300 279
Fax: 1300 300 021

DIVISIONAL OFFICES

Cinema Exhibition

Village Cinemas International
Level 1, 1 Garden Street
South Yarra Vic 3141
Australia
Ph: 03 9281 1000
Fax: 03 9251 5360

Radio

Austereo Group Limited
180 St Kilda Road
St Kilda Vic 3182
Australia
Ph: 03 9230 1051
Fax: 03 9534 8011

Theme Parks

Warner Village Theme Parks
Pacific Motorway
Oxenford Qld 4210
Australia
Ph: 07 5573 3999
Fax: 07 5573 3698

Film Distribution

Roadshow Films
Level 1
500 Chapel Street
South Yarra Vic 3141
Australia
Ph: 03 9829 0666

Film Production

Village Roadshow Pictures
Sony Plaza
3400 Riverside Drive
Suite 900
Burbank CA 91505
United States
Ph 818 260 6000
Fax: 818 260 6001

INVESTOR INQUIRIES

To ensure shareholders and other interested parties can keep up to date on the Company, Village Roadshow Limited has a corporate website. The site contains information on the Company including business unit profiles, press releases, result announcements and details of shareholder benefits. The site can be accessed at www.villageroadshow.com.au.

Please contact the Company's share registry for all inquiries on your Village Roadshow shareholding, such as

- confirmation of shareholding details; and
- change of address advice.

Share register

Computershare Investor Services Pty Limited
Level 12
565 Bourke Street
Melbourne Vic 3000
Australia
Ph: 1300 850 505
Fax: 03 9611 5710

COMPANY SECRETARIES

Philip S. Leggo
Shaun L. Driscoll