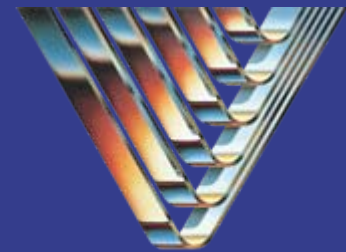


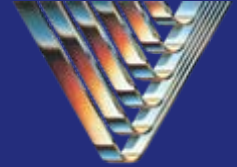
Village Roadshow Growing The Vision

HALF YEAR RESULT COMMENTARY

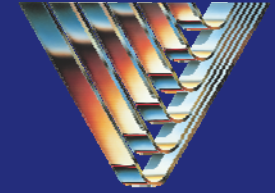
For the Period Ended 31 December 2007



VILLAGE ROADSHOW LIMITED



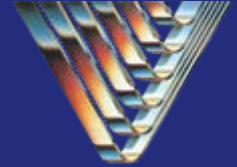
1. Strategic Highlights
2. VRL Overview
3. The Half Year in Summary
4. Divisional Performance and Outlook



VILLAGE ROADSHOW LIMITED

1. STRATEGIC HIGHLIGHTS

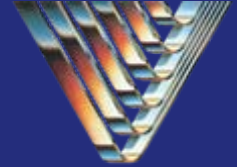
Strategic Highlights



VILLAGE ROADSHOW LIMITED

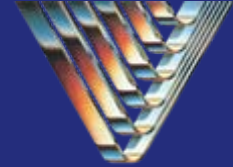
- Village Roadshow's Film Production division and Concord Music merged to form Village Roadshow Entertainment Group (VREG)
 - Creates powerhouse and compelling cross-platform opportunities
- Move to 100% ownership of Roadshow Film Distributors
 - Accompanied by increase in market share
- Control of Sydney Attractions Group (SAQ) achieved as of February 2008
- Launch of *My Fun* entertainment website
 - To be a destination site and drive cross marketing opportunities

Strategic Highlights



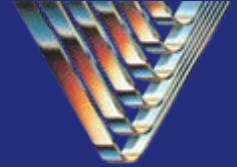
VILLAGE ROADSHOW LIMITED

- Rewarding loyal shareholders with
 - Interim dividends - 7.5 cents per share (fully franked)
 - Special dividends - 10 cents per share (fully franked)
 - Buy-back of 10% of Preference Shares
 - Buy-back of Ordinary Shares announced
- Dividends and capital initiatives underpinned by quality earnings stream from balanced portfolio
- Strong balance sheet and financial debt ratios



THEME PARKS NEW OPPORTUNITIES

- Extensive research and ground work in train to drive VRL's number one vehicle of growth
- Preliminary due diligence on specific assets of MFS Living and Leisure
- Sydney Attractions Group
 - completely change strategic direction to allow closer integration with proven VRL systems and marketing strength
 - refocus Sydney Wildlife World to significantly drive earnings

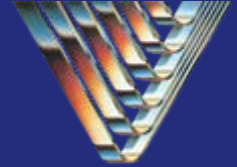


GOLD CLASS USA

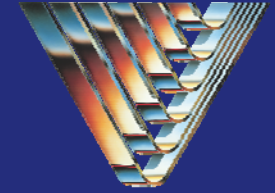
- 15 sites Board approved and underway
- Management team in place
- 1st site will open this year
- Several others in negotiation stage

VREG

- Merger of VRP and Concord Music to attain economies of scale and extract synergies between movies and music including operational, revenue and cross-marketing opportunities

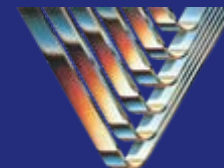


- In February 2008 VRL successfully reached over 97% ownership of SAQ
- Over the next few months VRL will move to compulsorily acquire the remaining shares
- We will overlay our existing Theme Parks knowledge and expertise to grow this business

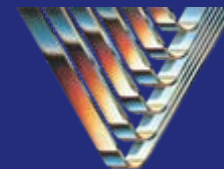


VILLAGE ROADSHOW LIMITED

2. VRL OVERVIEW

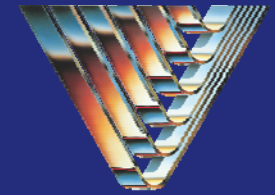


Debt Profile <i>(A\$ millions)</i>		
	Dec 2007	June 2007
<u>On Balance Sheet Debt</u>		
Theme Parks	330.5	332.0
Film Production	n/a	1,041.6
Cinema Exhibition	85.9	92.5
Film Distribution (previously Off Balance Sheet)	50.0	n/a
Austereo	229.5	232.7
Corporate/Other	66.2	3.1
Total Debt on Balance Sheet	762.1	1,701.9
Cash On Hand	(80.6)	(169.7)
Net Debt on Balance Sheet	681.5	1,532.2
<u>Off Balance Sheet Debt</u>		
Distribution (June 2007 reflects 50% ownership)	n/a	25.0
Held for sale: Film Production 100%	1,065.8	n/a
Total Net Debt	1,747.3	1,557.2



Debt & Interest Cover by Division (Feb 2008)

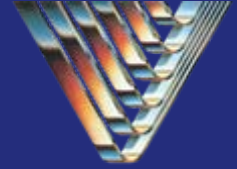
	Debt / EBITDA	Interest Cover
Theme Parks	3.9	2.7
Film Distribution	2.5	17.4
Cinema Exhibition	2.0	3.1
Austereo	2.5	5.4
Total VRL Group	3.5	4.3



VILLAGE ROADSHOW LIMITED

3. THE HALF YEAR IN SUMMARY

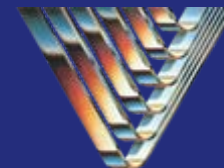
Strategic Positioning



VILLAGE ROADSHOW LIMITED

- Main engine of growth is theme park/ water park business
- We operate strong franchises in market dominant businesses
- Well managed, experienced leadership teams in place
- All businesses appropriately leveraged
- Capacity within existing debt facilities for future expansion
- Seeking acquisitions in new markets within existing business portfolios

Divisional Performance



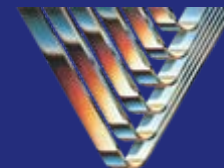
VILLAGE ROADSHOW LIMITED

Net Profit Before Tax by Division			
	2007	2006	2006 ⁽¹⁾
Theme Parks	20.5	23.2	23.2
Film Distribution	26.0 ⁽²⁾	10.8	27.2
Cinema Exhibition	4.2	(0.9)	(0.9)
Austereo	40.2	38.7	38.7
Other	(18.7)	(14.3)	(14.3)
Total Net Profit Before Tax	72.2	57.5	73.9

(1) Roadshow at 100% ownership

(2) Includes \$5.6m amortisation due to revalued film distribution rights on move to 100% ownership

Divisional Performance



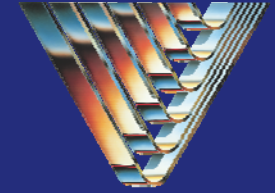
VILLAGE ROADSHOW LIMITED

Reconciliation of EBITDA to Operating Cashflows as at Dec 07

(A\$ millions)

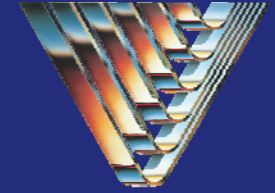
	EBITDA	Working Capital	Interest / Tax	Operating Cashflow
Theme Parks	43.7	(7.4)	(15.0)	21.3
Film Distribution	32.7	9.7	(18.4)	24.0
Cinema Exhibition	14.3	(7.0)	(1.1)	6.2
Austereo	52.4	(4.5)	(21.2)	26.7
Other	(14.5)	(4.0)	(5.8)	(24.3)
Profit After Tax (Reported EBITDA)	128.6	(13.2)	(61.5)	53.9
Film Production ⁽¹⁾	-	(118.7)	(31.7)	(150.4)
Profit After Tax (Reported EBITDA)	128.6	(131.9)	(93.2)	(96.5)

(1) Film Production working capital includes acquisition of films (\$226.6 million outflow) and EBITDA (\$47.4 million inflow), due to EBITDA being excluded from continuing operations in the Dec half.



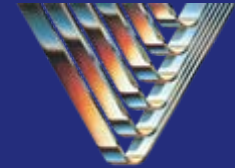
VILLAGE ROADSHOW LIMITED

4. DIVISIONAL PERFORMANCE AND OUTLOOK



VILLAGE ROADSHOW LIMITED

A. THEME PARKS

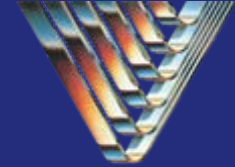


VRL is the largest Theme Park owner/operator in Australia

Theme Parks Results			
	Reported		
	2007	2006	%
EBITDA	43.7	45.4	(3.7)
Depreciation & Amortisation	(12.1)	(12.4)	2.4
Interest	(11.1) ⁽¹⁾	(9.8)	(13.3)
Profit Before Tax	20.5	23.2	(11.6)

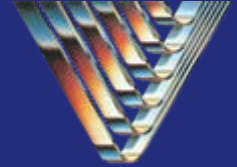
(1) Interest increased due to full 6 months of debt funding in Dec 2007 half

Theme Parks Highlights

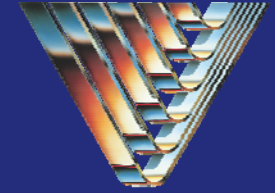


VILLAGE ROADSHOW LIMITED

- Theme park revenues up by 4.3% on prior year driven by strong per cap spend
- Attendances over 2.1 million (prior year 2.2 million).
 - Excellent result given major impact of poor weather
- WB Movie World continued strong attendances (up on prior year by 4.2%)
- Australian Outback Spectacular remains an excellent performer
- New attractions - Sesame Street at Sea World and Surfrider at Wet 'n' Wild opened to excellent customer response
- Wet 'n' Wild and Sea World attendances suffered due to cyclonic weather over peak periods (400mm rain in last 4 months after dry 2006)
- Multi park passes proving popular
- MyFun digital entertainment platform successfully launched in Sept



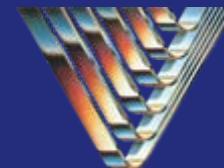
- Post December trading very solid
- New attractions
 - Whale Watching from Sea World starting in May
 - Jet Rescue Ride at Sea World from Sept/Oct
 - Massive new LIVE Stunt Show at Warner Bros Movie World from Sept/Oct with over \$10 million production budget
- Further new attractions will continue to drive admissions
- Major new marketing initiatives continue to roll out with key partners - Coca Cola, JetStar and Channel 9
- SAQ to integrate into Group



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B. FILM DISTRIBUTION

Performance Summary



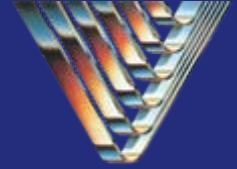
VILLAGE ROADSHOW LIMITED

VRL moved to 100% ownership of Roadshow on 15th August 2007.

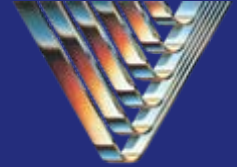
Film Distribution Results <i>(A\$ millions)</i>				
	2007	2006 ⁽¹⁾	2006	↕ %
Underlying EBITDA	32.7	26.8	15.1	22.0
Depreciation & Amortisation	(6.3) ⁽²⁾	(0.5)	(0.4)	(1,260)
Interest	(0.4)	0.9	0.5	(144.4)
Profit Before Tax	26.0	27.2	15.2	(4.4)
Tax	(7.6)	(7.9)	(4.4)	3.8
Profit After Tax	18.4	19.3	10.8	(4.7)

(1) Restated for 100%

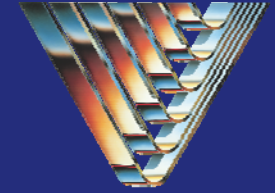
(2) Higher Depreciation & amortisation due to revalued film library on move to 100% ownership



- Increase in EBITDA
- Greater market share and leadership position strengthened
- Strong DVD performance with titles such as *Oceans 13*, *Teenage Mutant Ninja Turtles* and *The Illusionist*
- TV DVD titles also performed extremely well, particularly *Summer Heights High*, *Kath & Kim Series 4* and *Thank God You're Here Series 2*
- Successful theatrical releases included *Hairspray*, *Rush Hour 3*, *Harry Potter and the Order of the Phoenix*.



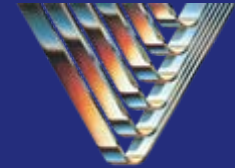
- Second half looking good with new titles including *I Am Legend*, *The Golden Compass*, *Get Smart* and *Sex in the City: The Movie*
- Continued focus on cost reduction and improved margins
- Roadshow content is the key driver behind how VRL will participate in the emerging Internet based movie services sector
 - Video on Demand
 - Electronic Sell Through



VILLAGE ROADSHOW LIMITED

C. CINEMA EXHIBITION

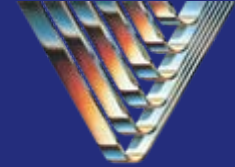
Performance Summary



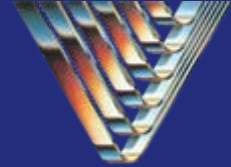
VILLAGE ROADSHOW LIMITED

Cinema Exhibition Results <i>(A\$ millions)</i>			
	2007	2006	↕ %
Total Reported EBITDA	14.3	10.4	37.5
Depreciation & Amortisation	(9.6)	(9.9)	3.0
Interest	(0.5)	(1.4)	64.3
Profit Before Tax ⁽¹⁾	4.2	(0.9)	567

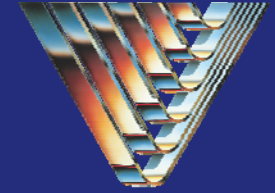
(1) *Before Material One-off Items and Discontinuing Operations*



- All territories generated significant improvement on prior period
- Gold Class and Vmax have driven profit margins at existing and new sites
- Strongest box office contributors were *Harry Potter and the Order of the Phoenix*, *Simpsons Movie*, *Transformers* and *The Bourne Ultimatum*
- Gold Class USA incurred some start up costs and is on schedule to open first site in late 2008



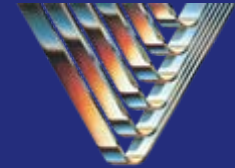
- Favorable product outlook in the second half:
 - *I am Legend, Indiana Jones and The Kingdom Of The Crystal Skull, The Chronicles Of Narnia: Prince Caspian, Get Smart and Speed Racer*
- Continued concentration on managing costs and margins
- New mega site at Doncaster in Victoria expected to open in Oct 2008



VILLAGE ROADSHOW LIMITED

D. AUSTEREO

Performance Summary

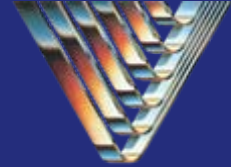


VILLAGE ROADSHOW LIMITED

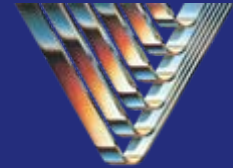
VRL holds 51.65% of Austereo Group Limited.

Austereo Results ⁽¹⁾			
	2007	2006	↕ %
Reported EBITDA	52.4	47.9	9.4
Depreciation & Amortisation	(4.1)	(3.0)	(36.7)
Interest	(8.1)	(6.2)	(30.6)
Profit Before Tax	40.2	38.7	3.9
Tax	(12.4)	(11.9)	(4.2)
Net Profit After Tax	27.8	26.8	3.7
Dividend to VRL (\$m)	9.4	8.9	5.6

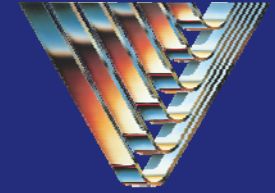
(1) 100% of Austereo, before Minority Interests (except Dividend to VRL).



- EBIT growth of 7.8%
- Sales Revenue growth of 8.7%
- EPS growth of 9.7%
- Market leadership maintained
 - 4.38 million audience Nationwide
 - Under 40 audience share increases from 33.2% to 35.5%
 - #1 FM in Sydney, Melbourne, Perth, Newcastle and Canberra
- Strong operating cost management



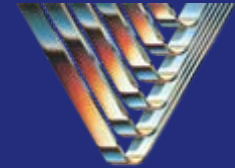
- Continued growth in digital media operations
 - #1 in unique browsers for radio sites
 - Online page impressions up 89% to monthly average of 4.33 million
 - Online radio streaming averages 711,000 monthly
 - Digital audio broadcasting (DAB+) commences 1st January, 2009
- Anticipate 2nd half market growth on the back of Triple M development drive with outstanding line-up of leading personalities and shows
- For more information go to www.austereo.com.au



VILLAGE ROADSHOW LIMITED

E. FILM PRODUCTION

Performance Summary

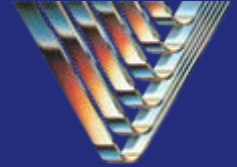


VILLAGE ROADSHOW LIMITED

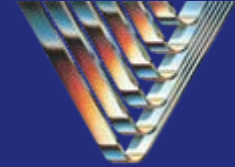
In February 2008 Film Production business merged with US music group (Concord) to form Village Roadshow Entertainment Group. VRL retains just over 40% of new VREG entity.

Film Production Results			
	2007	2006	↕ %
Reported EBITDA	47.4	44.0	7.7
Depreciation & Amortisation	(0.4)	(0.4)	-
Interest on film portfolio debt and P-note	(48.3)	(50.2)	3.8
Profit Before Tax	(1.3)	(6.6)	80.3

From February 2008 merger date VRL will equity account the results of VREG

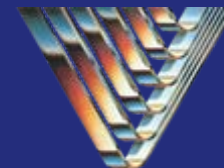


- Portfolio 3 commenced and is expected to contain 20 films
- Strong box office performance from *I Am Legend*, so far achieving over US\$580m in global box office
- Improved result this half due to higher exploitation profits on previously released films, offsetting reduced P& O fees from films released this half



- Upcoming film releases include *Speed Racer* (directed by the Wachowski brothers of *Matrix* fame) and *Get Smart* (starring Steve Carell and Ann Hathaway)
- Major films in production for 2009 include *Gran Torino*, *Nights In Rodanthe*, *Yes Man* and *Where the Wild Things Are*
- More film releases to follow on resolution of US writers strike
- First 2 film portfolios complete - small profits will continue to be booked by VREG
- Future results of VREG will be equity accounted by VRL

VRL Dec 07 results re-stated for VREG impacts

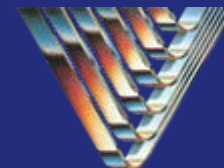


VILLAGE ROADSHOW LIMITED

Pro-forma Balance Sheet summary (Dec 07 re-statement - A\$ millions)

	VRL Group incl VRPG	VRPG Group	VREG Group	Pro-forma VRL Group
Assets				
Cash	81	-	53	134
Other Current Assets (exc. Held for Sale)	414	-	-	414
Assets Held for Sale	1,143	(1,126)	-	17
Non Current Assets	<u>1,542</u>	<u>11</u>	<u>-</u>	<u>1,553</u>
Total Assets	<u>3,180</u>	<u>(1,115)</u>	<u>53</u>	<u>2,118</u>
Liabilities				
Current Liabilities (exc. those re Held for Sale assets)	422	-	-	422
Liabilities re Assets Held for Sale	1,293	(1,293)	-	-
Non Current Liabilities	<u>859</u>	<u>-</u>	<u>-</u>	<u>859</u>
Total Liabilities	<u>2,574</u>	<u>(1,293)</u>	<u>-</u>	<u>1,281</u>
Net Assets				
	<u>606</u>	<u>178</u>	<u>53</u>	<u>837</u>
Contributed Equity	463	-	-	463
Reserves	297	32	-	329
Accumulated Losses	(275)	(2)	-	(277)
One-off Profit on Deconsolidation of VRPG	-	148	53	201
Minority Interests	<u>121</u>	<u>-</u>	<u>-</u>	<u>121</u>
Total Equity	<u>606</u>	<u>178</u>	<u>53</u>	<u>837</u>

VRL Dec 07 results re-stated for VREG impacts

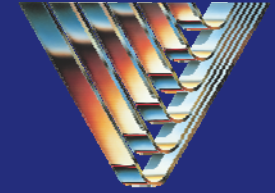


VILLAGE ROADSHOW LIMITED

Pro-forma Cash Flow extracts (Dec 07 re-statement - *A\$ millions*)

	VRL Group incl VRPG	VRPG Group	VREG Group	Pro-forma VRL Group
Operating Cash Flows - total	<u>(96)</u>	<u>150</u>	<u>-</u>	<u>54</u>
Financing cash flows - extract				
Proceeds from borrowings	601	(423)	-	178
Repayment of borrowings	<u>(401)</u>	<u>253</u>	<u>-</u>	<u>(148)</u>
Net Proceeds from borrowings	<u>200</u>	<u>(170)</u>	<u>-</u>	<u>30</u>

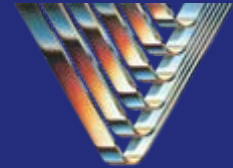
Note: US\$47.8m cash received from VREG will be reflected as proceeds from sale of assets/investments.



VILLAGE ROADSHOW LIMITED

CONCLUSION

Conclusion



VILLAGE ROADSHOW LIMITED

- Profit growth in Theme Park business and opportunities
- Future profit streams from Gold Class USA and Sydney Attractions Group
- Strong cash flow generating businesses continue to deliver
- Demonstrates the benefit of diversified income stream/ balanced portfolio in key growth areas of the entertainment sector
- Conservatively geared balance sheet with separate divisional debt silos
- After buy backs, VRL will have approx. 225m shares on issue
- VRL has continued delivering on its vision and is now managing targeted new opportunities