

19 March 2001

Village Roadshow Wins Argentine Tax Case

Village Roadshow announced today that the tax claim made by the Argentina Tax Authorities against Village Cinemas SA has been declared invalid. The Argentina Tax Tribunal which made the declaration also awarded all costs associated with the claim to Village.

Village Roadshow's share of the claim, amounting to approximately A\$32 million was set out in the group's accounts and was referred to in an article on Village Roadshow in Saturday's *The Age* and the *Sydney Morning Herald*.

The same article incorrectly purports that the loss with respect to a fraud perpetrated by a previous employee was greater than the US\$1.9 million provided for in the group's June 2000 accounts. The company confirms its maximum liability in relation to this matter is US\$1.9 million.