

21 June 2006

**SALE OF UK CINEMA INTERESTS
UPDATE ON THEME PARK ACQUISITION**

On 30 May, 2006, Village Roadshow Ltd ("VRL") announced that it was in advanced discussions regarding the potential disposal of its remaining United Kingdom cinema interests.

VRL Directors announced today that they have sold the group's United Kingdom cinema interests which has resulted in a cash payment to the purchasers of approximately A\$33.5 million. As a result of this sale, VRL will have no ongoing commitments in respect of the long term leases over these cinema sites.

VRL further confirms that discussions are continuing regarding the sale of its two remaining cinemas in Austria.

On 30 May, 2006, VRL also announced the sale of its cinema exhibition operations in New Zealand and Fiji. Consideration for this sale is NZ\$49.5 million which will be received in instalments of NZ\$15 million in July 2006 and January 2007 and NZ\$19.5 million in July 2007.

On 29 May, 2006, VRL announced the acquisition of Warner Bros.' interests in their jointly owned Australian Theme Parks for a cash payment of A\$254 million. Directors confirm that this cash payment will be settled in the first week of July 2006 utilising all of the VRL group's remaining cash reserves and approximately A\$170 m of undrawn bank facilities.