

29 January 2007

### **Supreme Court finds for Village Roadshow**

Village Roadshow Limited ("VRL") welcomes the ruling made late 25<sup>th</sup> January 2007 by Justice Habersberger in the Supreme Court of Victoria that all claims against VRL by Orrong Strategies Pty Ltd, the company of former employee Peter Ziegler, had failed.

Orrong Strategies had claimed various amounts in bonus and other payments in relation to Mr Ziegler's role as consultant to VRL for 8 years. He left the company in 2002.

VRL's counterclaim against Mr Ziegler, Orrong Strategies and another company, Remut Pty Ltd, succeeded for \$12,020,849.

VRL has reviewed the judgment and, as a result, has reduced its provision in relation to this matter by \$3.6m (\$2.5m after tax). Accordingly, the 2007 reported net profit guidance released to the market on 3<sup>rd</sup> January 2007 has now been adjusted to approximately \$38 million.

The balance of the provision is not material and will be retained pending the outcome of any appeal process.

#### **MEDIA CONTACT**

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