

18 December 2007

VILLAGE ROADSHOW SETTLES LONG RUNNING CASE

Village Roadshow Limited (“VRL”) announces the settlement of litigation initiated against VRL by Orrong Strategies Pty Ltd, the company of former executive Peter Ziegler. The terms of settlement are confidential. Following the settlement VRL has eliminated the provision it has been required to carry in relation to this matter, which will have the effect of increasing VRL’s 2008 profit by \$3.5 million (\$2.4 million after tax).