



VILLAGE ROADSHOW LIMITED

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1/10/99

Village Roadshow Continues the Sale of its Non-Core Assets

Village Roadshow announced today the sale of Daydream Island as part of its commitment to focus on its core entertainment businesses.

In 1998, Village Roadshow announced a restructuring of its operations to concentrate on its core businesses of Exhibition, Distribution, Production, Commercial Radio and Theme Parks. Since then the Group has divested its interests in:

- Laguna Quays Resort;
- Yoram Gross animation studios;
- Television production; and the
- Village Entertainment Property Trust.

The sale of Daydream Island continues that process, ending Village Roadshow's interests in island resorts.

Village Roadshow Managing Director Graham Burke commented, "To maximise shareholder value Village Roadshow is aiming to create Australia's premier portfolio of complementary entertainment businesses, the sale of Daydream Island brings us one step closer to this vision."

"Importantly for Village Roadshow, the sale of Daydream Island will free-up both management and capital resources that can now be diverted to businesses with a stronger return and growth profile."

"We are particularly pleased to be selling Daydream Island to interests associated with Keith Williams and Vaughan Bullivant who together have the skills and resources to make Daydream Island one of the region's most popular resorts." Mr. Burke said.

Settlement is to be completed by 1 November 1999.