THE PALACE AMUSEMENT COMPANY (1921) LIMITED

for the six months ended December 31, 2003.

Group Profit and Loss Account

	Dec-03 \$'000	Dec-02 \$'000
Revenue	264,501	184,042
Direct expenses	(213,066)	(160,020)
Gross Profit	51,435	24,022
Other operating income	5,003	3,653
Administration expenses	(48,124)	(45,270)
Other operating expenses	(1,936)	(1,936)
Operating Profit/(Loss)	6,378	(19,531)
Financial income, net Profit/(Loss) before Minority Interest	<u>6,654</u> 13,032	<u>5,578</u> (13,953)
Minority interest in results of subsidiaries NET PROFIT/(LOSS) ATTRIBUTABLE TO	(77)	(151)
STOCKHOLDERS	13,109	(13,802)
Earnings/(Loss) per Stock Unit	9.12	(9.60)

Group Balance Sheet

	Dec-03 \$'000	Dec-02 \$'000
NET ASSETS EMPLOYED		
Fixed Assets	228,904	201,589
Long Term Receivables	. 0	3,987
Investments	6,149	2,289
Deferred Tax Assets	7,050	5,076
Pension Asset	4,883	3,616
Current Assets		
Inventories	17,286	11,666
Accounts receivable	26,010	25,736
Taxation recoverable	7,666	6,101
Cash and bank balances	69,098	56,314
	120,060	99 , 817
Current Liabilities		
Accounts payable	52,389	50,596
Current portion of long term liabilities	13,732	8,676
Bank overdraft	10,682	6,156
	76,803	65,428
Net Current Assets	43,257	34,389
	290,243	250,946
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FINANCED BY		
Share Capital	1,437	1,437
Capital Reserve	166,685	166,685
Fair Value Reserve	5,963	2,103
Retained Earnings	69,206	39,156
	243,291	209,381
Long Term Liabilities	39,877	33,441
Deferred Tax Liabilities	6,752	6,199
Pension Obligations	0	1,719
Minority Interest in Subsidiaries	323	206
	290,243	250,946
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Group Statement of Changes in Equity

	Number					
	of Shares	Share Capital	-	Fair Value Reserve	Retained Earnings	
	'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2002	1,437	1,437	166,685	2,103	52 , 958	223,183
Net loss	-	-	-	-	(13,802)	(13,802)
Balance at 31 December 2002	1,437	1,437	166,685	2,103	39 , 156	209,381
Net profit	-	-	-	-	17,228	17,228
Dividends paid	-	-	-	-	(287)	(287)
ncrease in fair value of investments	-	-	-	1,700	-	1,700
alance at 30 June 2003	1,437	1,437	166,685	3,803	56,097	228,022
et profit	-	-	-	-	13,109	13,109
ncrease in fair value of investments	-	-	-	2,160	-	2,160
alance at 31 December 2003	1,437	1,437	166,685	5,963	69,206	243,291