

THE PALACE AMUSEMENT COMPANY (1921) LIMITED

Unaudited Group Profit and Loss Account

Nine months ended 31 March 2007

	Note	Period	Y-T-D	Period	Y-T-D
		Jan -Mar.	Mar-07	Jan -Mar.	Mar-06
		\$'000	\$'000	\$'000	\$'000
Revenue		99,050	295,200	82,327	250,381
Direct expenses		-82,191	-240,617	-65,565	-208,849
Gross Profit		16,859	54,583	16,762	41,532
Other operating income		3,913	12,414	5,088	15,186
Administration expenses		-23,333	-73,160	-25,363	-79,017
Other operating expenses		-804	-2,067	-1,760	-4,529
Operating Loss		-3,365	-8,230	-5,273	-26,828
Finance costs - interest expense		-675	-2,965	-753	-2,950
NET LOSS		-4,040	-11,195	-6,026	-29,778
Attributable to:					
Stockholders of the company		-4,032	-11,184	-5,961	-29,490
Minority interest		-8	-11	-65	-288
		-4,040	-11,195	-6,026	-29,778
Earnings per Stock Unit Attributable to Stockholders of the Company					
	2	-2.81	-7.78	-4.15	-20.52

THE PALACE AMUSEMENT COMPANY (1921) LIMITED

Unaudited Group Balance Sheet

As At 31 March 2007

	Note	Mar-07	Jun-06	Mar-06
		\$'000	\$'000	\$'000
Non-Current Assets				
Fixed assets		170,191	188,851	194,191
Investments		9,063	7,737	8,197
Deferred tax assets		5,138	5,138	3,916
Pension surplus		25,600	25,600	20,501
Current Assets				
Inventories		13,085	13,363	12,635
Accounts receivable		15,808	14,146	12,873
Taxation recoverable		9,917	9,737	9,435
Cash and bank balances		49,612	47,863	44,106
		88,422	85,109	79,049
Current Liabilities				
Accounts payable		34,728	29,437	37,564
Current portion of long term liabilities		10,049	10,049	12,190
Bank overdraft		15,194	18,479	20,810
		59,971	57,965	70,564
Net Current Assets		28,451	27,144	8,485
		238,443	254,470	235,290

Stockholders' Equity			
Share capital	1,437	1,437	1,437
Capital reserve	166,685	166,685	166,685
Fair value reserve	8,875	7,551	8,011
Retained earnings	48,581	59,765	36,623
	225,578	235,438	212,756
Minority Interest	4,735	4,746	4,738
	230,313	240,184	217,494
Non-Current Liabilities			
Long term liabilities	5,820	11,976	13,670
Deferred tax liabilities	2,310	2,310	4,126
	238,443	254,470	235,290

Approved for issue by the Board of Directors on 8 May 2007 and signed on its behalf by:

DOUGLAS GRAHAM DIRECTOR MELANIE GRAHAM DIRECTOR

THE PALACE AMUSEMENT COMPANY (1921) LIMITED
Unaudited Group Statement of Changes in Equity
Nine months ended 31 March 2007

	Attributable to the Company's Stockholders					Minority Interest	Total
	Number of Shares	Share Capital	Capital Reserve	Fair Value Reserve	Retained Earnings		
	'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2005	1,437	1,437	166,685	10,470	66,113	5,026	249,731
Net loss	-	-	-	-	-29,490	-288	-29,778
Decrease in fair value of investments	-	-	-	-2,459	-	-	-2,459
Balance at 31 March 2006	1,437	1,437	166,685	8,011	36,623	4,738	217,494
Net profit	-	-	-	-	23,142	8	23,150
Decrease in fair value of investments	-	-	-	-460	-	-	-460
Balance at 30 June 2006	1,437	1,437	166,685	7,551	59,765	4,746	240,184
Net loss	-	-	-	-	-11,184	-11	-11,195
Increase in fair value of investments	-	-	-	1,324	-	-	1,324
Balance at 31 March 2007	1,437	1,437	166,685	8,875	48,581	4,735	230,313

THE PALACE AMUSEMENT COMPANY (1921) LIMITED
Unaudited Group Statement of Cash Flows
Nine months ended 31 March 2007

	Mar-07	Mar-06
	\$'000	\$'000
Cash Flows from Operating activities		
Cash provided by/(used in) operating activities	14,916	-7,614
Cash Flows from Investing activities		
Purchase of fixed assets	-881	-2,329
Dividend received	120	112
Cash used in investing activities	-761	-2,217
Cash Flows from Financing activities		
Long term loans repaid	-6,156	-7,817
Interest paid	-2,965	-2,950
Cash used in financing activities	-9,121	-10,767
Increase/(Decrease) in cash and cash equivalents	5,034	-20,598
Cash and cash equivalents at beginning of period	29,384	43,894
CASH AND CASH EQUIVALENTS AT END OF PERIOD	34,418	23,296

THE PALACE AMUSEMENT COMPANY (1921) LIMITED

Unaudited Notes to the Financial Statements

Nine months ended 31 March 2007

Note 1 - The figures are unaudited and accounting policies remain as stated in the 2005/2006 Annual Accounts.

Note 2 - The (loss)/earnings per stock unit is based on 1,437,028 ordinary stock units in issue at the end of the period.

Note 3 - Segment Report

Primary Reporting Format - Geographical segments:

	Montego				
	Kingston	Bay	Mandeville	Portmore	Total
	2007 \$'000	2007 \$'000	2007 \$'000	2007 \$'000	2007 \$'000
Revenue	217,749	55,583	21,868	0	295,200
Capital Expenditure	827	54	0	0	881
Depreciation	7,623	7,632	4,286	0	19,541

	Montego				
	Kingston	Bay	Mandeville	Portmore	Total
	2006 \$'000	2006 \$'000	2006 \$'000	2006 \$'000	2006 \$'000
Revenue	181,928	48,621	17,407	2,425	250,381
Capital Expenditure	2,245	52	0	32	2,329
Depreciation	8,952	7,622	4,263	105	20,942

Secondary Reporting Format - Business segments:

	2007 \$'000	2006 \$'000
Box Office Receipts	177,497	149,224
Confectionery Sales	88,632	74,465
Film Rental	16,125	15,958
Other Activities	12,946	10,734
	<u>295,200</u>	<u>250,381</u>