

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Group Profit and Loss Account**
**Year ended 30 June 2007**

	Note	Period April - June \$'000	Y-T-D Jun-07 \$'000	Period April - June \$'000	Y-T-D Jun-06 \$'000
<b>Revenue</b>		119,527	414,727	104,767	355,148
Direct expenses		-91,787	-332,404	-84,514	-293,363
<b>Gross Profit</b>		27,740	82,323	20,253	61,785
Other operating income		6,336	18,750	20,951	36,137
Administration expenses		-23,029	-96,189	-19,457	-98,474
Other operating expenses		-784	-2,851	-954	-5,483
<b>Operating Profit/(Loss)</b>		10,263	2,033	20,793	-6,035
Finance costs - interest expense		-547	-3,512	-681	-3,631
<b>PROFIT/(LOSS) BEFORE TAXATION</b>		9,716	-1,479	20,112	-9,666
Taxation		0	0	3,038	3,038
<b>NET PROFIT/(LOSS)</b>		9,716	-1,479	23,150	-6,628
<b>Attributable to:</b>					
Stockholders of the company		9,740	-1,444	23,142	-6,348
Minority interest		-24	-35	8	-280
		9,716	-1,479	23,150	-6,628
<b>Earnings per Stock Unit Attributable to Stockholders of the Company</b>	2	6.78	-1.00	16.10	-4.42

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Group Balance Sheet**
**As At 30 June 2007**

	Note	Jun-07 \$'000	Jun-06 \$'000
<b>Non-Current Assets</b>			
Fixed assets		163,547	188,851
Investments		7,305	7,737
Deferred tax assets		5,138	5,138
Pension surplus		25,600	25,600
<b>Current Assets</b>			
Inventories		13,779	13,363
Accounts receivable		11,328	14,146
Taxation recoverable		10,375	9,737
Cash and bank balances		64,755	47,863
		100,237	85,109
<b>Current Liabilities</b>			
Accounts payable		37,497	29,437
Current portion of long term liabilities		7,219	10,049
Bank overdraft		11,664	18,479
		56,380	57,965
<b>Net Current Assets</b>		43,857	27,144
		245,447	254,470
<b>Stockholders' Equity</b>			
Share capital		1,437	1,437
Capital reserve		166,685	166,685
Fair value reserve		7,117	7,551
Retained earnings		58,321	59,765
		233,560	235,438
<b>Minority Interest</b>		4,711	4,746
		238,271	240,184
<b>Non-Current Liabilities</b>			
Long term liabilities		4,866	11,976
Deferred tax liabilities		2,310	2,310
		245,447	254,470

Approved for issue by the Board of Directors on 14 August 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**
**Year ended 30 June 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
<b>Balance at 1 July 2005</b>	1,437	1,437	166,685	10,470	66,113	5,026	249,731
Net loss	-	-	-	-	-6,348	-280	-6,628
Decrease in fair value of investments	-	-	-	-2,919	-	-	-2,919
<b>Balance at 30 June 2006</b>	1,437	1,437	166,685	7,551	59,765	4,746	240,184
Net loss	-	-	-	-	-1,444	-35	-1,479
Decrease in fair value of investments	-	-	-	-434	-	-	-434
<b>Balance at 30 June 2007</b>	1,437	1,437	166,685	7,117	58,321	4,711	238,271

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Group Statement of Cash Flows**  
**Year ended 30 June 2007**

	<b>Jun-07</b>	<b>Jun-06</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Cash Flows from Operating activities</b>		
Cash provided by/(used in) operating activities	37,573	-5,384
<b>Cash Flows from Investing activities</b>		
Purchase of fixed assets	-594	-4,097
Proceeds from sale of fixed assets	0	8,349
Dividend received	180	154
Cash (used in)/provided by investing activities	-414	4,406
<b>Cash Flows from Financing activities</b>		
Long term loans repaid	-9,940	-12,190
Interest paid	-3,512	-3,631
Cash used in financing activities	-13,452	-15,821
	23,707	-16,799
Exchange gain on foreign cash balances	0	2,289
Increase/(Decrease) in cash and cash equivalents	23,707	-14,510
Cash and cash equivalents at beginning of year	29,384	43,894
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>53,091</b>	<b>29,384</b>

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Notes to the Financial Statements**
**Year ended 30 June 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	2007	2007	2007	2007
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	306,137	77,779	30,811	0	414,727
Capital Expenditure	505	89	0	0	594
Depreciation	10,017	10,166	5,715	0	25,898

	Montego				
	Kingston	Bay	Mandeville	Portmore	Total
	2006	2006	2006	2006	2006
	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue	259,126	68,067	25,530	2,425	355,148
Capital Expenditure	3,703	56	306	32	4,097
Depreciation	11,579	10,163	5,687	135	27,564

**Secondary Reporting Format - Business segments:**

	2007	2006
	\$'000	\$'000
Box Office Receipts	250,795	213,103
Confectionery Sales	124,780	103,921
Film Rental	25,272	23,377
Other Activities	13,880	14,747
	<u>414,727</u>	<u>355,148</u>