

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Consolidated Profit and Loss Account**
**Three months ended 30 September 2009**

	Note	Period & Y-T-D Sep-09 \$'000	Period & Y-T-D Sep-08 \$'000
<b>Revenue</b>	<b>2</b>	170,942	135,425
Direct expenses		-142,467	-119,251
<b>Gross Profit</b>		28,475	16,174
Other operating income		2,958	6,009
Administration expenses		-26,195	-23,293
<b>Operating Profit/(Loss)</b>		5,238	-1,110
Finance costs - interest expense		-526	-343
<b>NET PROFIT/(LOSS)</b>		4,712	-1,453
<b>Attributable to:</b>			
Stockholders of the company		4,727	-1,310
Minority interest		-15	-143
		4,712	-1,453
<b>Earnings/(loss) per Stock Unit Attributable to Stockholders of the Company</b>	<b>3</b>	3.29	-0.91

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Consolidated Balance Sheet**  
**30 September 2009**

	Sep-09 \$'000	Jun-09 \$'000	Sep-08 \$'000
<b>Non-Current Assets</b>			
Property, plant and equipment	180,058	184,169	146,688
Investments	8,709	8,758	8,690
Deferred tax assets	6,956	6,956	2,715
Post-employment benefit assets	25,016	25,016	32,475
<b>Current Assets</b>			
Inventories	22,102	21,952	22,546
Accounts receivable	24,388	30,250	25,365
Cash and bank balances	98,420	71,693	109,008
	144,910	123,895	156,919
<b>Current Liabilities</b>			
Accounts payable	74,859	70,375	59,785
Taxation payable	3	117	509
Current portion of long term liabilities	773	1,077	3,620
Bank overdraft	16,769	8,456	15,440
	92,404	80,025	79,354
<b>Net Current Assets</b>	52,506	43,870	77,565
	273,245	268,769	268,133
<b>Stockholders' Equity</b>			
Share capital	1,437	1,437	1,437
Capital reserve	166,488	166,488	166,488
Fair value reserve	8,631	8,680	8,612
Retained earnings	72,376	67,649	73,541
	248,932	244,254	250,078
<b>Minority Interest</b>	5,586	5,601	5,698
	254,518	249,855	255,776
<b>Non-Current Liabilities</b>			
Long term liabilities	4,881	5,068	0
Deferred tax liabilities	13,846	13,846	12,357
	273,245	268,769	268,133

Approved for issue by the Board of Directors on 10 November 2009 and signed on its behalf by:



DOUGLAS GRAHAM

DIRECTOR



MELANIE GRAHAM

DIRECTOR

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Consolidated Statement of Changes in Equity**
**Three months ended 30 September 2009**

	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 2008</b>	1,437	1,437	166,488	10,165	74,851	5,841	258,782
Net loss	-	-	-	-	-1,310	-143	-1,453
Decrease in fair value of investments	-	-	-	-1,553	-	-	-1,553
<b>Balance at 30 September 2008</b>	1,437	1,437	166,488	8,612	73,541	5,698	255,776
Net loss	-	-	-	-	-3,736	-97	-3,833
Increase in fair value of investments	-	-	-	68	-	-	68
Dividends paid	-	-	-	-	-2,156	-	-2,156
<b>Balance at 30 June 2009</b>	1,437	1,437	166,488	8,680	67,649	5,601	249,855
Net profit	-	-	-	-	4,727	-15	4,712
Decrease in fair value of investments	-	-	-	-49	-	-	-49
<b>Balance at 30 September 2009</b>	1,437	1,437	166,488	8,631	72,376	5,586	254,518

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED****Unaudited Consolidated Statement of Cash Flows****Three months ended 30 September 2009**

	<b>Sep-09</b>	<b>Sep-08</b>
	<b>\$'000</b>	<b>\$'000</b>
<b>Cash Flows from Operating activities</b>		
Cash provided by operating activities	20,470	3,841
<b>Cash Flows from Investing activities</b>		
Purchase of property, plant and equipment	-2,310	-2,664
Interest received	1,262	2,464
Dividend received	9	26
Cash used in investing activities	-1,039	-174
<b>Cash Flows from Financing activities</b>		
Long term loans repaid	-491	-1,098
Interest paid	-526	-343
Cash used in financing activities	-1,017	-1,441
Increase in cash and cash equivalents	18,414	2,226
Cash and cash equivalents at beginning of period	63,237	91,342
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>81,651</b>	<b>93,568</b>

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Notes to the Financial Statements**
**30 September 2009**

**Note 1 -** The figures are unaudited and accounting policies remain as stated in the 2008/2009 Annual Accounts.

**Note 2 -** Segment Reporting

	2009					
	Carib Cinema	Palace Cineplex	Palace Multiplex	Odeon Cineplex	Film Activities	Screen Advertising
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue -</b>						
Box office receipts	57,571	20,291	18,968	6,737	-	-
Confectionery sales	24,414	8,631	7,902	2,988	-	-
Film rental	-	-	-	-	68,856	-
Screen advertising	-	-	-	-	-	5,988
Other activities	1,840	842	1,081	331	-	-
	83,825	29,764	27,951	10,056	68,856	5,988
Eliminations						-55,498
Revenue from external customers						170,942
<b>Capital Expenditure -</b>	1,319	835	-	70	-	-
Unallocated head office capital expenditure						86
Total capital expenditure						2,310
<b>Depreciation -</b>	1,320	571	2,558	1,437	-	3
Unallocated head office depreciation						532
Total depreciation						6,421
<b>Interest Expense -</b>	47	-	4	-	-	-
Unallocated head office interest expense						475
Total interest expense						526

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Notes to the Financial Statements**
**30 September 2009**
**Note 2 - Segment Reporting (continued)**

	2008					
	Carib Cinema	Palace Cineplex	Palace Multiplex	Odeon Cineplex	Film Activities	Screen Advertising
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>Revenue -</b>						
Box office receipts	43,363	14,263	17,759	6,180	-	-
Confectionery sales	20,333	6,911	7,096	2,635	-	-
Film rental	-	-	-	-	53,079	-
Screen advertising	-	-	-	-	-	4,123
Other activities	1,236	635	703	269	-	-
	64,932	21,809	25,558	9,084	53,079	4,123
Eliminations						-43,160
Revenue from external customers						135,425
<b>Capital Expenditure -</b>						
Unallocated head office capital expenditure	809	710	16	21	-	-
Total capital expenditure						1,556
						1,108
						2,664
<b>Depreciation -</b>						
Unallocated head office depreciation	1,504	110	2,552	1,430	2	3
Total depreciation						5,601
						367
						5,968
<b>Interest Expense -</b>						
Unallocated head office interest expense	14	-	142	-	-	-
Total interest expense						156
						187
						343

**Note 3 -** The (loss)/earnings per stock unit is based on 1,437,028 ordinary stock units in issue at the end of the period.

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED****Unaudited Company Profit and Loss Account****Three months ended 30 September 2009**

	<b>Period &amp; Y-T-D Sep-09 \$'000</b>	<b>Period &amp; Y-T-D Sep-08 \$'000</b>
<b>Revenue</b>	122,721	97,315
Direct expenses	-102,867	-83,931
<b>Gross Profit</b>	19,854	13,384
Other operating income	11,594	12,513
Administration expenses	-26,024	-23,155
<b>Operating Profit</b>	5,424	2,742
Finance costs - interest expense	-479	-329
<b>NET PROFIT</b>	4,945	2,413

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Company Balance Sheet**
**30 September 2009**

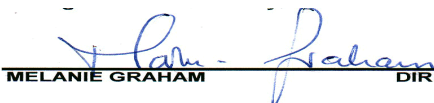
	Sep-09 \$'000	Jun-09 \$'000	Sep-08 \$'000
<b>Non-Current Assets</b>			
Property, plant and equipment	77,709	81,819	70,822
Investments	1,608	1,634	2,212
Post-employment benefit assets	25,016	25,016	32,475
Due from subsidiary companies	64,899	64,996	29,398
<b>Current Assets</b>			
Inventories	20,615	20,025	21,240
Accounts receivable	24,199	30,014	25,062
Cash and bank balances	98,013	71,287	108,558
	142,827	121,326	154,860
<b>Current Liabilities</b>			
Accounts payable	64,720	60,079	51,417
Taxation payable	3	117	637
Current portion of long term liabilities	773	1,077	3,620
Bank overdraft	16,769	8,456	15,440
	82,265	69,729	71,114
<b>Net Current Assets</b>	60,562	51,597	83,746
	229,794	225,062	218,653
<b>Stockholders' Equity</b>			
Share capital	1,437	1,437	1,437
Capital reserve	148,365	148,365	148,365
Fair value reserve	1,051	1,077	1,665
Retained earnings	60,214	55,269	54,839
	211,067	206,148	206,306
<b>Non-Current Liabilities</b>			
Long term liabilities	4,881	5,068	0
Deferred tax liabilities	13,846	13,846	12,357
	229,794	225,062	218,663

Approved for issue by the Board of Directors on 10 November 2009 and signed on its behalf by:



DOUGLAS GRAHAM

DIRECTOR



MELANIE GRAHAM

DIRECTOR



**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**
**Unaudited Company Statement of Changes in Equity**
**Three months ended 30 September 2009**

	Number of Shares '000	Share Capital \$'000	Capital Reserve \$'000	Fair Value Reserve \$'000	Retained Earnings \$'000	Total \$'000
<b>Balance at 1 July 2008</b>	1,437	1,437	148,365	1,880	52,426	204,108
Net profit	-	-	-	-	2,413	2,413
Decrease in fair value of investments	-	-	-	-215	-	-215
<b>Balance at 30 September 2008</b>	1,437	1,437	148,365	1,665	54,839	206,306
Net profit	-	-	-	-	2,586	2,586
Dividends paid	-	-	-	-	-2,156	-2,156
Decrease in fair value of investments	-	-	-	-588	-	-588
<b>Balance at 30 June 2009</b>	1,437	1,437	148,365	1,077	55,269	206,148
Net profit	-	-	-	-	4,945	4,945
Decrease in fair value of investments	-	-	-	-26	-	-26
<b>Balance at 30 September 2009</b>	1,437	1,437	148,365	1,051	60,214	211,067

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED****Unaudited Company Statement of Cash Flows****Three months ended 30 September 2009**

	<b>Sep-09</b> <b>\$'000</b>	<b>Sep-08</b> <b>\$'000</b>
<b>Cash Flows from Operating activities</b>		
Cash provided by operating activities	19,103	2,918
<b>Cash Flows from Investing activities</b>		
Purchase of property, plant and equipment	-991	-1,855
Interest received	1,262	2,464
Dividend received	9	26
Cash provided by investing activities	<u>280</u>	<u>635</u>
<b>Cash Flows from Financing activities</b>		
Long term loans repaid	-491	-1,098
Interest paid	-479	-329
Cash used in financing activities	<u>-970</u>	<u>-1,427</u>
Increase in cash and cash equivalents	18,413	2,126
Cash and cash equivalents at beginning of period	62,831	90,992
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<u><u>81,244</u></u>	<u><u>93,118</u></u>