

THE PALACE AMUSEMENT COMPANY (1921) LIMITED

Unaudited Consolidated Profit and Loss Account

Nine months ended 31 March 2010

	Note	Period Jan -Mar.10 \$'000	Y-T-D Mar-10 \$'000	Period Jan -Mar.09 \$'000	Y-T-D Mar-09 \$'000
Revenue	2	148,744	493,468	119,754	378,317
Direct expenses		-130,593	-416,343	-103,844	-337,629
Gross Profit		18,151	77,125	15,910	40,688
Other operating income		4,561	11,555	12,401	27,880
Administration expenses		-26,733	-81,589	-23,550	-73,348
Operating Profit/(Loss)		-4,021	7,091	4,761	-4,780
Finance costs - interest expense		-1,285	-3,139	-836	-2,112
NET PROFIT/(LOSS)		-5,306	3,952	3,925	-6,892
Attributable to:					
Stockholders of the company		-5,288	4,064	3,945	-6,705
Minority interest		-18	-112	-20	-187
		-5,306	3,952	3,925	-6,892
Earnings/(loss) per Stock Unit Attributable to Stockholders of the Company	3	-3.68	2.83	2.75	-4.67

THE PALACE AMUSEMENT COMPANY (1921) LIMITED

Unaudited Consolidated Balance Sheet


31 March 2010

	Mar-10 \$'000	Jun-09 \$'000	Mar-09 \$'000
Non-Current Assets			
Property, plant and equipment	185,300	184,169	144,314
Investments	8,335	8,758	8,684
Deferred tax assets	6,956	6,956	2,715
Post-employment benefit assets	25,016	25,016	32,475
Current Assets			
Inventories	28,770	21,952	23,768
Accounts receivable	29,784	30,250	24,942
Taxation recoverable	531	0	625
Cash and bank balances	87,096	71,693	100,700
	146,181	123,895	150,035
Current Liabilities			
Accounts payable	59,977	70,375	46,546
Taxation payable	0	117	0
Current portion of long term liabilities	4,600	1,077	1,425
Bank overdraft	12,800	8,456	29,720
	77,377	80,025	77,691
Net Current Assets	68,804	43,870	72,344
	294,411	268,769	260,532
Stockholders' Equity			
Share capital	1,437	1,437	1,437
Capital reserve	166,488	166,488	166,488
Fair value reserve	8,257	8,680	8,606
Retained earnings	71,713	67,649	65,990
	247,895	244,254	242,521
Minority Interest	5,489	5,601	5,654
	253,384	249,855	248,175
Non-Current Liabilities			
Long term liabilities	27,181	5,068	0
Deferred tax liabilities	13,846	13,846	12,357
	294,411	268,769	260,532

Approved for issue by the Board of Directors on 11 May 2010 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

Nine months ended 31 March 2010

	Attributable to the Company's Stockholders					Minority	Total
	Number of	Share	Capital	Fair Value	Retained	Interest	
	Shares	Capital	Reserve	Reserve	Earnings		
	'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2008	1,437	1,437	166,488	10,165	74,851	5,841	258,782
Net loss	-	-	-	-	-6,705	-187	-6,892
Dividends paid	-	-	-	-	-2,156	-	-2,156
Decrease in fair value of investments	-	-	-	-1,559	-	-	-1,559
Balance at 31 March 2009	1,437	1,437	166,488	8,606	65,990	5,654	248,175
Net profit	-	-	-	-	1,659	-53	1,606
Increase in fair value of investments	-	-	-	74	-	-	74
Balance at 30 June 2009	1,437	1,437	166,488	8,680	67,649	5,601	249,855
Net profit	-	-	-	-	4,064	-112	3,952
Decrease in fair value of investments	-	-	-	-423	-	-	-423
Balance at 31 March 2010	1,437	1,437	166,488	8,257	71,713	5,489	253,384

THE PALACE AMUSEMENT COMPANY (1921) LIMITED
Unaudited Consolidated Statement of Cash Flows
Nine months ended 31 March 2010

	Mar-10	Mar-09
	\$'000	\$'000
Cash Flows from Operating activities		
Cash provided by/(used in) operating activities	5,382	-11,136
Cash Flows from Investing activities		
Purchase of property, plant and equipment	-21,176	-10,105
Proceeds from sale of property, plant and equipment	0	970
Interest received	4,129	7,288
Dividend received	227	182
Cash used in investing activities	<u>-16,820</u>	<u>-1,665</u>
Cash Flows from Financing activities		
Long term loans received	26,495	0
Long term loans repaid	-859	-3,293
Dividends paid	0	-2,156
Interest paid	-3,139	-2,112
Cash provided by/(used in) financing activities	<u>22,497</u>	<u>-7,561</u>
Increase/(decrease) in cash and cash equivalents	11,059	-20,362
Cash and cash equivalents at beginning of period	63,237	91,342
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>74,296</u></u>	<u><u>70,980</u></u>

THE PALACE AMUSEMENT COMPANY (1921) LIMITED
Unaudited Notes to the Financial Statements
31 March 2010

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

Note 2 - Segment Reporting

	2010						
	Carib Cinema	Palace Cineplex	Palace Multiplex	Odeon Cineplex	Film Activities	Screen Advertising	Total
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue -							
Box office receipts	161,347	55,709	61,252	19,422	-	-	297,730
Confectionery sales	72,624	25,103	24,195	8,845	-	-	130,767
Film rental	-	-	-	-	192,300	-	192,300
Screen advertising	-	-	-	-	-	18,050	18,050
Other activities	6,942	3,163	3,131	1,048	-	-	14,284
	<u>240,913</u>	<u>83,975</u>	<u>88,578</u>	<u>29,315</u>	<u>192,300</u>	<u>18,050</u>	<u>653,131</u>
Eliminations							-159,663
Revenue from external customers							<u>493,468</u>
Capital Expenditure -							
Unallocated head office capital expenditure	2,712	1,950	14,696	370	169	12	19,909
Total capital expenditure							<u>1,267</u> <u>21,176</u>
Depreciation -							
Unallocated head office depreciation	4,067	1,777	8,220	4,324	8	9	18,405
Total depreciation							<u>1,640</u> <u>20,045</u>
Interest Expense -							
Unallocated head office interest expense	928	371	4	-	-	-	1,303
Total interest expense							<u>1,836</u> <u>3,139</u>

THE PALACE AMUSEMENT COMPANY (1921) LIMITED
Unaudited Notes to the Financial Statements
31 March 2010

Note 2 - Segment Reporting (continued)

	2009						Total
	Carib Cinema	Palace Cineplex	Palace Multiplex	Odeon Cineplex	Film Activities	Screen Advertising	
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Revenue -							
Box office receipts	120,687	40,438	50,503	17,477	-	-	229,105
Confectionery sales	56,661	19,561	19,865	7,395	-	-	103,482
Film rental	-	-	-	-	145,482	-	145,482
Screen advertising	-	-	-	-	-	11,512	11,512
Other activities	4,449	2,110	2,009	766	-	-	9,334
	<u>181,797</u>	<u>62,109</u>	<u>72,377</u>	<u>25,638</u>	<u>145,482</u>	<u>11,512</u>	<u>498,915</u>
Eliminations							-120,598
Revenue from external customers							<u>378,317</u>
Capital Expenditure -							
Unallocated head office capital expenditure	1,678	710	27	165	9	-	2,589
Total capital expenditure							<u>7,516</u>
							<u>10,105</u>
Depreciation -							
Unallocated head office depreciation	1,853	342	7,657	4,292	1	9	14,154
Total depreciation							<u>1,073</u>
							<u>15,227</u>
Interest Expense -							
Unallocated head office interest expense	97	-	318	-	-	-	415
Total interest expense							<u>1,697</u>
							<u>2,112</u>

Note 3 - The earnings/(loss) 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****Nine months ended 31 March 2010**

	Period	Y-T-D	Period	Y-T-D
	Jan -Mar.10	Mar-10	Jan -Mar.09	Mar-09
	\$'000	\$'000	\$'000	\$'000
Revenue	104,547	352,564	86,020	271,339
Direct expenses	-91,889	-296,190	-72,425	-237,167
Gross Profit	12,658	56,374	13,595	34,172
Other operating income	11,758	35,882	18,274	45,968
Administration expenses	-26,586	-81,105	-23,408	-72,924
Operating Profit/(Loss)	-2,170	11,151	8,461	7,216
Finance costs - interest expense	-649	-2,211	-794	-2,015
NET PROFIT/(LOSS)	-2,819	8,940	7,667	5,201

THE PALACE AMUSEMENT COMPANY (1921) LIMITED

Unaudited Company Balance Sheet

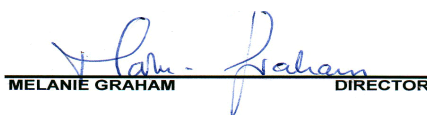
31 March 2010

	Mar-10 \$'000	Jun-09 \$'000	Mar-09 \$'000
Non-Current Assets			
Property, plant and equipment	84,305	81,819	67,929
Investments	1,936	1,634	2,311
Post-employment benefit assets	25,016	25,016	32,475
Due from subsidiary companies	70,577	64,996	39,196
Current Assets			
Inventories	26,654	20,025	22,141
Accounts receivable	29,595	30,014	24,753
Taxation recoverable	531	0	497
Cash and bank balances	85,436	71,287	100,050
	142,216	121,326	147,441
Current Liabilities			
Accounts payable	50,233	60,079	38,823
Taxation payable	0	117	0
Current portion of long term liabilities	4,600	1,077	1,425
Bank overdraft	12,800	8,456	29,720
	67,633	69,729	69,968
Net Current Assets	74,583	51,597	77,473
	256,417	225,062	219,384
Stockholders' Equity			
Share capital	1,437	1,437	1,437
Capital reserve	148,365	148,365	148,365
Fair value reserve	1,379	1,077	1,754
Retained earnings	64,209	55,269	55,471
	215,390	206,148	207,027
Non-Current Liabilities			
Long term liabilities	27,181	5,068	0
Deferred tax liabilities	13,846	13,846	12,357
	256,417	225,062	219,384

Approved for issue by the Board of Directors on 11 May 2010 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****Nine months ended 31 March 2010**

	Number of Shares	Share Capital	Capital Reserve	Fair Value Reserve	Retained Earnings	Total
	'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 July 2008	1,437	1,437	148,365	1,880	52,426	204,108
Net profit	-	-	-	-	5,201	5,201
Dividends paid	-	-	-	-	-2,156	-2,156
Decrease in fair value of investments	-	-	-	-126	-	-126
Balance at 31 March 2009	1,437	1,437	148,365	1,754	55,471	207,027
Net loss	-	-	-	-	-202	-202
Decrease in fair value of investments	-	-	-	-677	-	-677
Balance at 30 June 2009	1,437	1,437	148,365	1,077	55,269	206,148
Net profit	-	-	-	-	8,940	8,940
Increase in fair value of investments	-	-	-	302	-	302
Balance at 31 March 2010	1,437	1,437	148,365	1,379	64,209	215,390

THE PALACE AMUSEMENT COMPANY (1921) LIMITED**Unaudited Company Statement of Cash Flows****Nine months ended 31 March 2010**

	Mar-10	Mar-09
	\$'000	\$'000
Cash Flows from Operating activities		
Cash provided by/(used in) operating activities	488	-13,211
Cash Flows from Investing activities		
Purchase of property, plant and equipment	-18,464	-8,427
Proceeds from sale of property, plant and equipment	0	970
Interest received	4,129	7,288
Dividend received	227	182
Cash provided by/(used in) investing activities	<u>-14,108</u>	<u>13</u>
Cash Flows from Financing activities		
Long term loans received	26,495	0
Long term loans repaid	-859	-3,293
Dividends paid	0	-2,156
Interest paid	-2,211	-2,015
Cash provided by/(used in) financing activities	<u>23,425</u>	<u>-7,464</u>
Increase/(decrease) in cash and cash equivalents	9,805	-20,662
Cash and cash equivalents at beginning of period	<u>62,831</u>	<u>90,992</u>
CASH AND CASH EQUIVALENTS AT END OF PERIOD	<u><u>72,636</u></u>	<u><u>70,330</u></u>