

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Consolidated Statement of Comprehensive Income**  
**Three months ended 30 September 2012**

	Note	Period & Y-T-D Sep-12 \$'000	Period & Y-T-D Sep-11 \$'000
<b>Revenue</b>	2	225,756	223,933
Direct expenses		-171,369	-176,554
<b>Gross Profit</b>		54,387	47,379
Other operating income		2,505	2,033
Administration expenses		-34,077	-37,297
<b>Operating Profit</b>		22,815	12,115
Finance costs - interest expense		-669	-819
<b>Net Profit</b>		22,146	11,296
<b>Other Comprehensive Income:</b>			
Unrealised gains/(losses) on available-for-sale investments		276	-763
<b>Total Comprehensive Income</b>		<u>22,422</u>	<u>10,533</u>
<b>Net Profit Attributable to:</b>			
Stockholders of the company		22,258	11,336
Non-controlling interest		-112	-40
		<u>22,146</u>	<u>11,296</u>
<b>Total Comprehensive Income Attributable to:</b>			
Stockholders of the company		22,493	10,627
Non-controlling interest		-71	-94
		<u>22,422</u>	<u>10,533</u>
<b>Earnings per Stock Unit Attributable to</b>			
Stockholders of the Company	3	<u>15.49</u>	<u>7.89</u>


**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Consolidated Statement of Financial Position**  
**30 September 2012**

	Sep-12 \$'000	Jun-12 \$'000	Sep-11 \$'000
<b>Non-Current Assets</b>			
Property, plant and equipment	239,391	227,748	220,190
Investments	8,895	8,619	8,292
Deferred tax assets	0	0	213
Post-employment benefit assets	32,347	32,347	31,589
<b>Current Assets</b>			
Inventories	30,321	33,156	28,494
Receivables	42,965	53,148	32,395
Taxation recoverable	0	0	3,453
Cash and bank balances	84,367	71,818	86,449
	157,653	158,122	150,791
<b>Current Liabilities</b>			
Payables	105,946	115,345	92,549
Taxation payable	1,296	1,527	0
Current portion of long term liabilities	5,591	5,266	5,321
Bank overdraft	0	0	8,427
	112,833	122,138	106,297
<b>Net Current Assets</b>	44,820	35,984	44,494
	325,453	304,698	304,778
<b>Stockholders' Equity</b>			
Share capital	1,437	1,437	1,437
Capital reserve	166,488	166,488	166,488
Fair value reserve	8,747	8,512	8,242
Retained earnings	119,883	97,625	96,454
	296,555	274,062	272,621
<b>Non-controlling Interest</b>	5,050	5,121	5,335
	301,605	279,183	277,956
<b>Non-Current Liabilities</b>			
Long term liabilities	14,699	16,366	20,283
Deferred tax liabilities	9,149	9,149	6,539
	325,453	304,698	304,778

Approved for issue by the Board of Directors on 13 November 2012 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 2012**

	Attributable to the Company's Stockholders					Non-	Total
	Number of Shares	Share Capital	Capital Reserve	Fair Value Reserve	Retained Earnings	Controlling	
						Interest	
'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
<b>Balance at 1 July 2011</b>	1,437	1,437	166,488	8,951	85,118	5,429	267,423
<b>Total Comprehensive Income</b>							
Net profit	-	-	-	-	11,336	-40	11,296
Other comprehensive income	-	-	-	-709	-	-54	-763
	0	0	0	-709	11,336	-94	10,533
<b>Balance at 30 September 2011</b>	1,437	1,437	166,488	8,242	96,454	5,335	277,956
<b>Total Comprehensive Income</b>							
Net profit	-	-	-	-	3,327	-271	3,056
Other comprehensive income	-	-	-	270	-	57	327
	0	0	0	270	3,327	-214	3,383
<b>Transactions With Owners</b>							
Dividends paid	-	-	-	-	-2,156	-	-2,156
<b>Balance at 30 June 2012</b>	1,437	1,437	166,488	8,512	97,625	5,121	279,183
<b>Total Comprehensive Income</b>							
Net profit	-	-	-	-	22,258	-112	22,146
Other comprehensive income	-	-	-	235	-	41	276
	0	0	0	235	22,258	-71	22,422
<b>Balance at 30 September 2012</b>	1,437	1,437	166,488	8,747	119,883	5,050	301,605

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Consolidated Statement of Cash Flows**  
**Three months ended 30 September 2012**

	<b>Sep-12</b> <b>\$'000</b>	<b>Sep-11</b> <b>\$'000</b>
<b>Cash Flows from Operating activities</b>		
Cash provided by operating activities	34,508	12,455
<b>Cash Flows from Investing activities</b>		
Purchase of property, plant and equipment	-20,735	-5,511
Interest received	710	919
Dividend received	77	84
Cash used in investing activities	-19,948	-4,508
<b>Cash Flows from Financing activities</b>		
Long term loans repaid	-1,342	-1,293
Interest paid	-669	-819
Cash used in financing activities	-2,011	-2,112
Increase in cash and cash equivalents	12,549	5,835
Cash and cash equivalents at beginning of period	71,818	72,187
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>84,367</b>	<b>78,022</b>



**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Notes to the Financial Statements**  
**30 September 2012**

Note 2 - Segment Reporting (continued)

	2011						Total \$'000
	Cinema activities				Film Activities	Screen Advertising Activities	
	Carib Cinema	Palace Cineplex	Palace Multiplex	Odeon Cineplex			
\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
<b>Revenue -</b>							
Box office receipts	78,584	25,613	29,104	8,932	-	-	142,233
Confectionery sales	29,809	10,623	11,224	3,647	-	-	55,303
Film rental	-	-	-	-	88,200	-	88,200
Screen advertising	5,343	2,646	3,127	915	-	7,256	19,287
Other activities	1,271	887	244	61	-	-	2,463
	<u>115,007</u>	<u>39,769</u>	<u>43,699</u>	<u>13,555</u>	<u>88,200</u>	<u>7,256</u>	<u>307,486</u>
Eliminations							-83,553
Revenue from external customers							<u>223,933</u>
<b>Capital Expenditure -</b>							
Unallocated head office capital expenditure	643	-	53	-	-	-	696
Total capital expenditure							<u>4,815</u>
							<u>5,511</u>
<b>Depreciation -</b>							
Unallocated head office depreciation	1,988	897	3,236	1,725	239	3	8,088
Total depreciation							<u>802</u>
							<u>8,890</u>
<b>Interest Expense -</b>							
Unallocated head office interest expense	414	207	-	-	-	-	621
Eliminations							-414
Total interest expense							<u>819</u>

Note 3 - The 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 Statement of Comprehensive Income**  
**Three months ended 30 September 2012**

	Period & Y-T-D Sep-12 \$'000	Period & Y-T-D Sep-11 \$'000
<b>Revenue</b>	163,983	159,973
Direct expenses	-123,680	-127,377
<b>Gross Profit</b>	40,303	32,596
Other operating income	8,707	6,316
Administration expenses	-34,077	-37,297
<b>Operating Profit</b>	14,933	1,615
Finance costs - interest expense	-654	-819
<b>Net Profit</b>	14,279	796
<b>Other Comprehensive Income:</b>		
Unrealised losses on available-for-sale investments	-138	-215
<b>Total Comprehensive Income</b>	<u>14,141</u>	<u>581</u>

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Company Statement of Financial Position**  
**30 September 2012**

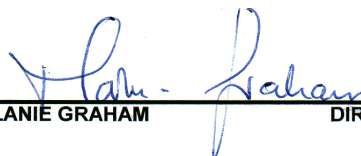
	Sep-12 \$'000	Jun-12 \$'000	Sep-11 \$'000
<b>Non-Current Assets</b>			
Property, plant and equipment	117,347	103,648	103,538
Investments	2,071	2,209	2,464
Post-employment benefit assets	32,347	32,347	31,589
Due from subsidiary company	65,708	68,335	72,639
<b>Current Assets</b>			
Inventories	28,301	30,723	26,725
Receivables	42,965	53,148	32,395
Taxation recoverable	0	0	3,453
Cash and bank balances	82,987	70,318	85,349
	154,253	154,189	147,922
<b>Current Liabilities</b>			
Payables	95,120	96,149	81,879
Taxation payable	1,296	1,527	0
Current portion of long term liabilities	5,591	5,266	5,321
Bank overdraft	0	0	8,427
	102,007	102,942	95,627
<b>Net Current Assets</b>	52,246	51,247	52,295
	269,719	257,786	262,525
<b>Stockholders' Equity</b>			
Share capital	1,437	1,437	1,437
Capital reserve	148,365	148,365	148,365
Fair value reserve	1,514	1,652	1,907
Retained earnings	75,275	60,996	58,237
	226,591	212,450	209,946
<b>Non-Current Liabilities</b>			
Due to subsidiary companies	24,070	24,611	25,757
Long term liabilities	14,699	16,366	20,283
Deferred tax liabilities	4,359	4,359	6,539
	269,719	257,786	262,525

Approved for issue by the Board of Directors on 13 November 2012 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 2012**

	Number of Shares '000	Share Capital \$'000	Capital Reserve \$'000	Fair Value Reserve \$'000	Retained Earnings \$'000	Total \$'000
<b>Balance at 1 July 2011</b>	1,437	1,437	148,365	2,122	57,441	209,365
<b>Total Comprehensive Income</b>						
Net profit	-	-	-	-	796	796
Other comprehensive income	-	-	-	-215	-	-215
	0	0	0	-215	796	581
<b>Balance at 30 September 2011</b>	1,437	1,437	148,365	1,907	58,237	209,946
<b>Total Comprehensive Income</b>						
Net profit	-	-	-	-	4,915	4,915
Other comprehensive income	-	-	-	-255	-	-255
	0	0	0	-255	4,915	4,660
<b>Transactions With Owners</b>						
Dividends paid	-	-	-	-	-2,156	-2,156
<b>Balance at 30 June 2012</b>	1,437	1,437	148,365	1,652	60,996	212,450
<b>Total Comprehensive Income</b>						
Net profit	-	-	-	-	14,279	14,279
Other comprehensive income	-	-	-	-138	-	-138
	0	0	0	-138	14,279	14,141
<b>Balance at 30 September 2012</b>	<b>1,437</b>	<b>1,437</b>	<b>148,365</b>	<b>1,514</b>	<b>75,275</b>	<b>226,591</b>

**THE PALACE AMUSEMENT COMPANY (1921) LIMITED**  
**Unaudited Company Statement of Cash Flows**  
**Three months ended 30 September 2012**

	<b>Sep-12</b> <b>\$'000</b>	<b>Sep-11</b> <b>\$'000</b>
<b>Cash Flows from Operating activities</b>		
Cash provided by operating activities	33,972	11,468
<b>Cash Flows from Investing activities</b>		
Purchase of property, plant and equipment	-20,432	-4,868
Interest received	1,048	1,333
Dividend received	77	24
Cash used in investing activities	-19,307	-3,511
<b>Cash Flows from Financing activities</b>		
Long term loans repaid	-1,342	-1,293
Interest paid	-654	-819
Cash used in financing activities	-1,996	-2,112
Increase in cash and cash equivalents	12,669	5,845
Cash and cash equivalents at beginning of period	70,318	71,077
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>82,987</b>	<b>76,922</b>