



TRADING UPDATE

17 April 2018: Village Roadshow Limited (ASX:VRL) (“VRL”) today announced a trading update based on the 9 months to 31 March 2018.

VRL’s two main divisions, Theme Parks and Cinema Exhibition, have continued to experience challenging trading conditions and the overall VRL results for the year ended 30 June 2018 (FY18) are now expected to be below those set out in previous VRL announcements made in January and February 2018.

VRL’s Theme Parks on the Gold Coast have been impacted by low attendance numbers over the course of the Commonwealth Games and a wet March. It is now expected that FY18 EBITDA and profit before tax result for this division will be below that of the previous year.

The outstanding success of the Commonwealth Games for the Gold Coast should see the Parks benefit in the longer term from the highly visible media coverage generating tourism growth into the region.

VRL considers that the new pricing/ticketing and marketing strategy for the Theme Park division will be profit accretive however the impact for FY18 cannot be fully assessed until after the key annual pass renewal period of May/June.

As previously reported, Cinema Exhibition experienced a slow start to the financial year which, together with a softer than expected March 2018 result, has resulted in VRL reducing its FY18 forecasts. VRL continues to expect this division will realise a partial recovery in the remainder of FY18 as major releases such as *Avengers: Infinity War*, *Solo: A Star Wars Story*, *Deadpool 2* and *Jurassic World: Fallen Kingdom* are all scheduled to be released in the last quarter of the financial year.

The Film Distribution division has also realised losses on minimum guarantees which were reported as being potential at the time of the release of the FY18 half year results.

VRL currently expects FY18 attributable Net Profit After Tax before material items and discontinued operations to be within the range of a loss of \$10 million to break even.