



**PUBLISHING AND
BROADCASTING LIMITED**

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25 August 2006

Companies Announcement Office
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
Sydney NSW 2000

via electronic lodgement

Dear Sirs

AMENDMENT TO APPENDIX 4E

Please find attached an amended *Appendix 4E* for Publishing and Broadcasting Limited for the year ended 30 June 2006. The figure for derivative values included in the balance sheet contained in the *Appendix 4E* lodged with the Australian Stock Exchange (**ASX**) on 23 August 2006 was incorrect. As such, amendments have been made to the *Condensed Balance Sheet* on page 3, the *Condensed Statement of Changes in Equity* on page 5 and the *Net Tangible Assets Backing* on page 9 of the amended *Appendix 4E* attached. There is no impact on reported earnings, or the details in the media release and the accompanying Attachments A to C previously lodged with ASX on 23 August 2006.

Yours faithfully

A handwritten signature in black ink that reads 'Jennifer Mah'. The signature is written in a cursive, flowing style.

Jennifer Mah
Joint Company Secretary

**AMENDED
APPENDIX 4E**

PRELIMINARY FINAL REPORT



PUBLISHING AND BROADCASTING LIMITED

A.B.N. 52 009 071 167

YEAR ENDED: 30 JUNE 2006

PREVIOUS CORRESPONDING PERIOD: 30 JUNE 2005

25 AUGUST 2006

Publishing and Broadcasting Limited

A.B.N. 52 009 071 167

Appendix 4E

Financial year ended 30 June 2006

(Previous corresponding period: financial year ended 30 June 2005)

Results for announcement to the market

				\$A'000
Revenue from continuing operations	up	8.1%	to	3,633,425
Profit from continuing operations after tax attributable to members	up	25.7%	to	610,053
Net profit for the period attributable to members	up	25.7%	to	610,053
Dividends		Amount per security		Franked amount per security
Final dividend:		29 cents		29 cents
Previous corresponding period		25 cents		25 cents
Record date for determining entitlements to the dividend		29 September 2006		
Final dividend payment date		13 October 2006		
Brief explanation of any of the figures reported above and short details of any bonus or cash issue or other item(s) of importance not previously released to the market:				
Please refer to the Media Release attached to Appendix 4E lodged with the Australian Stock Exchange on 23 August 2006.				

Publishing and Broadcasting Limited

Condensed Income Statement

for the financial year ended 30 June 2006

		Consolidated	
		30 June	30 June
		2006	2005
	Note	\$'000	\$'000
Continuing Operations			
Revenues	1	3,633,425	3,362,429
Other income	1	22,822	70,159
Expenses	1	(2,789,543)	(2,677,966)
Share of net profits of associates and joint venture	9	78,327	17,835
Profit from continuing operations before tax and finance costs		945,031	772,457
Finance costs		(188,214)	(196,952)
Profit before income tax		756,817	575,505
Income tax expense		(134,894)	(80,615)
Net profit for the period		621,923	494,890
Profit attributable to minority interests		11,870	9,381
Net profit attributable to members of the parent		610,053	485,509

Earnings per security (EPS)

Basic EPS (cents per share) ⁽¹⁾	90.44	72.97
Diluted EPS (cents per share) ⁽¹⁾	90.44	72.97

⁽¹⁾ Basic/diluted EPS excluding the effect of specific items is 91.81 cps (2005: 78.15 cps)

Publishing and Broadcasting Limited

Condensed Balance Sheet

as at 30 June 2006

	Consolidated	
	30 June 2006 \$'000	30 June 2005 \$'000
Current Assets		
Cash and cash equivalents	1,185,135	1,232,638
Trade and other receivables	394,180	380,929
Inventories	40,946	36,466
Program rights	96,879	85,536
Prepayments	22,106	31,852
Other assets	9,077	13,173
Derivatives	4,603	55,844
Total Current Assets	1,752,926	1,836,438
Non-Current Assets		
Receivables	28,139	31,897
Program rights	32,728	41,527
Available-for-sale financial assets	238,375	249,830
Other financial assets	17,273	26,580
Investments in associates accounted for using the equity method	1,026,325	726,392
Property, plant and equipment	1,910,182	1,909,958
Licences and mastheads	2,422,978	2,439,509
Other intangible assets	616,612	620,335
Deferred income tax asset	220,957	179,082
Prepaid casino tax	76,575	79,310
Other	3,571	5,377
Defined benefit superannuation plan asset	4,456	3,704
Total Non-Current Assets	6,598,171	6,313,501
Total Assets	8,351,097	8,149,939
Current Liabilities		
Trade and other payables	685,118	677,119
Interest-bearing loans and borrowings	827,525	524,716
Income tax payable	59,737	38,290
Provisions	155,839	134,596
Total Current Liabilities	1,728,219	1,374,721
Non-Current Liabilities		
Payables	70,265	91,133
Interest-bearing loans and borrowings	2,094,608	2,451,959
Deferred income tax liabilities	505,100	529,064
Provisions	81,741	76,952
Total Non-Current Liabilities	2,751,714	3,149,108
Total Liabilities	4,479,933	4,523,829
Net Assets	3,871,164	3,626,110
Equity		
Issued capital	2,359,614	2,356,351
Reserves	9,220	6,932
Retained earnings	1,498,996	1,258,959
Parent interests	3,867,830	3,622,242
Minority interests	3,334	3,868
Total Equity	3,871,164	3,626,110

Publishing and Broadcasting Limited

Condensed Cash Flow Statement

for the financial year ended 30 June 2006

	Consolidated	
	30 June 2006 \$'000	30 June 2005 \$'000
Cash flows from operating activities		
Receipts from customers	3,773,573	3,498,261
Payments to suppliers and employees	(2,788,201)	(2,533,420)
Dividends received	58,120	25,232
Interest received	71,754	69,562
Borrowing costs	(192,167)	(186,302)
Income tax paid	(177,233)	(109,899)
Net operating cash flows	745,846	763,434
Cash flows from investing activities		
Purchase of property, plant and equipment	(142,002)	(119,454)
Proceeds from sale of property, plant and equipment	925	817
Payment for purchases of equity investments	(241,934)	(281,101)
Payment for the acquisition of controlled entities	(2,017)	(543,082)
Net proceeds from sale of equity investments	14,754	103,507
Payment for mastheads	-	(12,985)
Loans to associated entities	(4,750)	-
Repayment of loans to associated entities	16,866	-
Other (net)	(2,646)	(7,394)
Net investing cash flows	(360,804)	(859,692)
Cash flows related to financing activities		
Issue of shares	3,263	-
Proceeds from borrowings	150,182	1,233,142
Repayment of borrowings	(204,050)	(804,959)
Dividends paid	(369,998)	(367,490)
Dividends/distributions paid to outside equity interests	(12,349)	(8,502)
Net financing cash flows	(432,952)	52,191
Net (decrease) in cash held	(47,910)	(44,067)
Cash at beginning of period	1,232,638	1,276,705
Effects of exchange rate changes on cash	506	-
Cash at end of period	1,185,234	1,232,638

Publishing and Broadcasting Limited

Condensed Statement of Changes in Equity

for the financial year ended 30 June 2006

Consolidated	Attributable to equity holders of the parent				Minority Interest	Total Equity
	Issued Capital \$'000	Retained Earnings \$'000	Reserves \$'000	Total \$'000	\$'000	\$'000
At 1 July 2004 (AGAAP)	2,182,838	1,593,446	442,326	4,218,610	2,782	4,221,392
Adjustment on transition to all AIFRS, excluding AASB 132 ¹ and AASB 139 ¹		(452,930)	(427,140)	(880,070)		(880,070)
At 1 July 2004 - adjusted	2,182,838	1,140,516	15,186	3,338,540	2,782	3,341,322
Movement in unrealised gains reserve			3,704	3,704		3,704
Currency translation differences			(11,958)	(11,958)		(11,958)
Total of transaction recognised directly in equity			(8,254)	(8,254)		(8,254)
Profit for the period		485,509		485,509	9,381	494,890
Total changes in equity other than those arising from transactions with equity holders		485,509	(8,254)	477,255	9,381	486,636
Transactions with equity holders -						
Movement in ordinary shares	173,513			173,513		173,513
Equity dividends		(367,066)		(367,066)	(8,030)	(375,096)
Acquisition of outside equity interest					(265)	(265)
Total of transactions with equity holders	173,513	(367,066)		(193,553)	(8,295)	(201,848)
At 30 June 2005	2,356,351	1,258,959	6,932	3,622,242	3,868	3,626,110
At 1 July 2005	2,356,351	1,258,959	6,932	3,622,242	3,868	3,626,110
Movement in derivatives			3,221	3,221		3,221
Movement in unrealised gains reserve			(468)	(468)		(468)
Currency translation differences			(1,296)	(1,296)		(1,296)
Movement in share based remuneration plan			831	831		831
Total of transaction recognised directly in equity			2,288	2,288		2,288
Profit for the period		610,053		610,053	11,870	621,923
Total changes in equity other than those arising from transactions with equity holders		610,053	2,288	612,341	11,870	624,211
Transactions with equity holders -						
Movement in ordinary shares	3,263			3,263		3,263
Equity dividends		(370,016)		(370,016)	(12,404)	(382,420)
Total of transactions with equity holders	3,263	(370,016)		(366,753)	(12,404)	(379,157)
At 30 June 2006	2,359,614	1,498,996	9,220	3,867,830	3,334	3,871,164

There was no buy back of shares during the reporting period under PBL's share buy back program.

⁽¹⁾ AASB 132 and AASB 139 were not adopted until 1 July 2005 - refer note 11

Publishing and Broadcasting Limited

Notes to Appendix 4E

for the financial year ended 30 June 2006

Consolidated	
30 June 2006 \$'000	30 June 2005 \$'000

1. REVENUE AND EXPENSES

Profit before income tax expense includes the following revenues and expenses whose disclosure is relevant in explaining the performance of the entity:

(i) Revenue

Revenue from services	2,901,657	2,679,920
Revenue from sale of goods	650,156	596,312
Interest received	70,849	73,583
Dividends received	5,182	9,471
Other operating revenue	5,581	3,143
	3,633,425	3,362,429

(ii) Other Income

Profit on disposal of non-current assets	22,822	70,159
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(iii) Expenses

Cost of sales	581,586	535,855
Television activities	689,898	788,684
Publishing activities	138,771	119,639
Gaming activities	1,227,256	1,100,698
Other ordinary activities	152,032	133,090
	2,789,543	2,677,966

Depreciation of non-current assets

(included in Expenses above)

Buildings	38,424	37,599
Plant and equipment	93,567	85,483
	131,991	123,082

Amortisation of non-current assets

(included in Expenses above)

Casino licence fee and management agreement	14,417	15,652
Ticketing rights	3,769	2,220
Plant and equipment under finance lease	3,302	3,164
Leasehold property	2,084	1,737
Other assets	5,920	7,011
	29,492	29,784

Total depreciation and amortisation expense	161,483	152,866
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(iv) Specific Items

Net profit on disposal of investments (included in other income above)	(16,764)	(68,600)
Restructure costs	37,096	31,384
Program costs written down	-	113,727
	20,332	76,511

Publishing and Broadcasting Limited

Notes to Appendix 4E

for the financial year ended 30 June 2006

2. SEGMENT REPORTING

Continuing operations

Business segments	Television		Magazines		Gaming		Unallocated		PBL Group	
	30 June 2006 \$'000	30 June 2005 \$'000	30 June 2006 \$'000	30 June 2005 \$'000	30 June 2006 \$'000	30 June 2005 \$'000	30 June 2006 \$'000	30 June 2005 \$'000	30 June 2006 \$'000	30 June 2005 \$'000
Operating revenue										
Total	873,901	907,981	882,192	825,192	1,724,311	1,476,054	100,868	96,200	3,581,272	3,305,427
Intersegment	(7,962)	(6,592)	(2,674)	(1,802)	(4,100)	(4,205)	(3,960)	(3,982)	(18,696)	(16,581)
External customers	865,939	901,389	879,518	823,390	1,720,211	1,471,849	96,908	92,218	3,562,576	3,288,846
Other income	714	-	16,764	-	23	528	5,321	69,631	22,822	70,159
Interest revenue									70,849	73,583
Total revenue from continuing operations	866,653	901,389	896,282	823,390	1,720,234	1,472,377	102,229	161,849	3,656,247	3,432,588
Segment result										
Earnings before interest, tax, depreciation and amortisation "EBITDA"	215,188	270,125	261,351	244,791	534,482	419,023	(33,351)	(23,523)	977,670	910,416
Depreciation and amortisation	(23,185)	(19,652)	(8,754)	(8,430)	(119,592)	(115,809)	(9,952)	(8,975)	(161,483)	(152,866)
Earnings before interest and tax "EBIT"	192,003	250,473	252,597	236,361	414,890	303,214	(43,303)	(32,498)	816,187	757,550
Specific items	(15,248)	(137,768)	1,416	-	-	-	(6,500)	61,257	(20,332)	(76,511)
Equity accounted share of associates' net profit									78,327	17,835
Net interest (expense)									(117,365)	(123,369)
Profit from operating activities before income tax and minority interests	176,755	112,705	254,013	236,361	414,890	303,214	(49,803)	28,759	756,817	575,505
Income tax expense									(134,894)	(80,615)
Profit after tax from continuing operations	176,755	112,705	254,013	236,361	414,890	303,214	(49,803)	28,759	621,923	494,890

Publishing and Broadcasting Limited

Notes to Appendix 4E

for the financial year ended 30 June 2006

Consolidated	
30 June 2006 \$'000	30 June 2005 \$'000

3. DIVIDENDS PAID AND PROPOSED

Equity dividends on ordinary shares:

(a) Dividends paid during the financial year

Final franked dividend for the financial year 30 June 2005:

25 cents per share paid on 14 October 2005 (2004: 28 cents per share) **168,265** 185,339

Interim franked dividend for financial year 30 June 2006:

30 cents per share paid on 13 April 2006 (2005: 27 cents per share) **201,751** 181,727

370,016 367,066

(b) Dividends proposed and not recognised as a liability

Final franked dividend for financial year 30 June 2006:

29 cents per share (2005: 25 cents per share) **196,474** 168,265

The proposed final dividend has not been recognised as a liability for the financial year ended 30 June 2006.

No shareholders' dividend plans are in operation.

4. CONTINGENT ASSETS AND LIABILITIES

Since the last annual reporting date, there has been no material change of any contingent liabilities or contingent assets.

5. EVENTS AFTER THE BALANCE SHEET DATE

Subsequent to 30 June 2006, the directors of PBL declared a final dividend on ordinary shares in respect of the year ending 30 June 2006. The total amount of the dividend is \$196.5 million, which represents a fully franked dividend of 29 cents per share. The dividend has not been provided for in the 30 June 2006 financial statements.

There has been no other matter or circumstance arising since 30 June 2006 that has significantly affected, or may significantly affect, the operations of the consolidated entity, the results of those operations, or the state of affairs of the consolidated entity.

Publishing and Broadcasting Limited

Notes to Appendix 4E

for the financial year ended 30 June 2006

Consolidated	
2006	2005

6. NET TANGIBLE ASSETS BACKING

Net tangible asset backing per ordinary security

\$1.23

\$0.84

7. CONTROL GAINED OVER ENTITIES HAVING A MATERIAL EFFECT

N/A

8. LOSS OF CONTROL OF ENTITIES HAVING A MATERIAL EFFECT

N/A

9. EQUITY ACCOUNTED ASSOCIATES AND JOINT VENTURE ENTITIES

Name of entity	Ownership interest		Contribution to net profit	
	2006	2005	2006	2005
	%	%	\$'000	\$'000
Sky Cable Pty Ltd	50.0%	50.0%	1,068	(28,222)
Premier Media Group	50.0%	50.0%	36,278	21,272
ninemsn Pty Ltd	50.0%	50.0%	19,911	11,253
Hoyts Cinemas ⁽¹⁾	50.0%	50.0%	12,764	2,800
SEEK Ltd	25.0%	25.0%	8,527	4,813
Australian Financial Investment Group ⁽²⁾	0.0%	0.0%	-	4,450
Other non-material interests			(221)	1,469
Total			78,327	17,835

⁽¹⁾ Previous corresponding period result for six months.

⁽²⁾ Investment disposed of in November 2004.

10. CHANGES IN ACCOUNTING POLICIES

The Accounting policies adopted are consistent with those disclosed in Note 1 to Financial Report lodged with Appendix 4D for the half-year ended 31 December 2005.

Publishing and Broadcasting Limited

Notes to Appendix 4E

for the financial year ended 30 June 2006

11. IMPACT OF ADOPTING AUSTRALIAN EQUIVALENTS TO IFRS

Reconciliation of equity as presented under AGAAP to that under AIFRS

	Notes	CONSOLIDATED	
		30 June 2005 ⁽²⁾ \$'000	1 July 2004 ⁽¹⁾ \$'000
Total Equity under AGAAP		4,497,060	4,221,392
<i>Adjustments to retained earnings (net of tax)</i>			
Impairment of assets	(i)	(171,765)	(171,765)
Write-back of goodwill amortisation	(ii)	2,893	-
Deferred taxes on adoption of balance sheet method	(iii)	(278,677)	(281,165)
		(447,549)	(452,930)
<i>Adjustments to other reserves (net of tax)</i>			
Recognition of defined benefit pension asset/(liability)	(iv)	3,704	(35)
Re-state previously revalued assets at cost	(v)	(423,400)	(423,400)
Deferred taxes on adoption of balance sheet method	(iii)	(3,705)	(3,705)
		(423,401)	(427,140)
Total equity under AIFRS		3,626,110	3,341,322

⁽¹⁾ This column represents the adjustments as at the date of transition to AIFRS

⁽²⁾ This column represents the cumulative adjustments as at the date of transition to AIFRS and those for the year ended 30 June 2005

- (i) Under AASB 136 *Impairment of Assets*, the recoverable amount of an asset is determined as the higher of its fair value less costs to sell and value in use. The group's current accounting policy is to determine the recoverable amount of an asset on the basis of discounted cash flows. The Group's assets including goodwill were tested for impairment on transition and each subsequent reporting date as part of the cash generating unit to which they belong. Where applicable, impairment losses have been recognised under AIFRS. The most significant component of the adjustment to retained earnings relates to Magazine mastheads. Mastheads were aggregated and tested for impairment under AGAAP as a group of assets because they work together to generate net cash inflows. However under the requirements of AIFRS, the recoverable amount is assessed for impairment for each cash generating unit. Following the determination of each cash generating unit, certain specific mastheads have been written down by a total of \$168 million on transition to AIFRS.
- (ii) Under AASB 3 *Business Combinations* goodwill is not permitted to be amortised but instead is subject to impairment testing on an annual basis or upon the occurrence of triggers which may indicate a potential impairment. PBL has elected not to apply AASB 3 retrospectively and hence, prior year amortisation has not been written-back as at the date of transition.
- (iii) AASB 112 *Income Taxes* requires the Group to use a balance sheet liability method, rather the current income statement method which recognises deferred tax balances where there is a difference between the carrying value of an asset or liability and its tax base. For PBL, this results in the recognition of a deferred tax liability in relation to certain investments and certain identifiable intangible and other assets where a deferred tax liability has not previously been recorded. The deferred tax impact for the difference between the carrying value and tax base of PBL assets not previously tax-effected is \$284.9 million at 1 July 2004. The major components of this adjustment are Licences, Mastheads and other Intangible assets comprising \$216 million, Other Financial Assets \$45 million and Investments in Associates \$19 million.

Publishing and Broadcasting Limited

Notes to the Financial Statements

for the financial year ended 30 June 2006

11. IMPACT OF ADOPTING AUSTRALIAN EQUIVALENTS TO IFRS (CONTINUED)

- (iv) Under AASB 119 *Employee Benefits*, PBL recognises the net surplus/(deficit) in its employer sponsored defined benefit funds as an asset/(liability). This resulted in a change in PBL's accounting policy which was a cash basis of accounting. Actuarial calculations were completed as at 30 June 2004 and 30 June 2005. PBL has elected to recognise actuarial gains and losses in equity. A reserve has been established for this purpose.
- (v) Under AASB 138 *Intangible Assets*, no revaluation of intangible assets is permitted unless there exists an active market for the asset. With no active market for television licences, the increase that PBL recorded in carrying value above cost in a previous financial year has been reversed against the asset revaluation reserve.
- (vi) Management has decided to apply the exemption provided in AASB 1 *First-time adoption of Australian Equivalents to International Financial Reporting Standards* which permits entities not to apply the requirements of AASB 132 *Financial Instruments: Presentation and Disclosures* and AASB 139 *Financial Instruments: Recognition and Measurement* for the financial year ended 30 June 2005. The standards have been applied from 1 July 2005 and the impact to opening retained earnings was nil.

Reconciliation of net profit under AGAAP to that under AIFRS

	Notes	CONSOLIDATED 12 mths to 30 June 2005 \$'000
Net profit as reported under AGAAP		489,509
Amortisation of goodwill	(i)	2,893
Adjustment to income tax expense	(ii)	2,488
Net profit under AIFRS		494,890

- (i) Under AASB 3 *Business Combinations* goodwill is not permitted to be amortised but instead is subject to annual impairment testing. Under the new policy, amortisation is no longer charged, but goodwill is written down to the extent it is impaired.
- (ii) The adjustment to income tax expense relates to movements in DTL balances of intangibles and investments.

Restated AIFRS Statement of Cash Flows for the year ended 30 June 2005

There were no material impacts to the cash flows presented under AGAAP on adoption of AIFRS.

Reclassification within the Balance Sheet

PBL has elected not to retrospectively apply AASB 3 *Business Combinations*. In this situation, AASB 1 *First-time adoption of Australian Equivalents to International Financial Reporting Standards* requires a company to determine whether there were any identifiable intangibles recognised in a business combination that would not qualify for recognition under AIFRS. Where such assets are identified they should be adjusted against goodwill at the AGAAP carrying amount. PBL has identified \$310.1 million previously included in magazine mastheads that does not relate to specific titles and so would not be recognised as a masthead under AIFRS. This amount was transferred to goodwill at 1 July 2004.

Publishing and Broadcasting Limited

Appendix 4E - Additional Information

for the financial year ended 30 June 2006

Commentary on results

The commentary on the results is contained in the Media Release attached.

Audit

This report is based on accounts which are in the process of being audited.
It is not considered likely any audit qualification will arise.



Sign here:

Joint Company Secretary

25 August 2006

Date

Print Name:

Jennifer Mah