



## AMC Entertainment inc. Reports Record Results for Third Quarter of Fiscal 2004

KANSAS CITY, Mo. (January 28, 2004)--AMC Entertainment Inc. (AMEX: AEN), one of the world's leading theatrical exhibition companies, today announced record results for the third quarter of fiscal year 2004, ended January 1, 2004.

Revenues for the quarter were a third-quarter record \$472 million, compared to \$431 million in last year's third quarter. Fiscal year revenues through the third quarter were \$1.38 billion, compared to \$1.34 billion through the first thirty-nine weeks of fiscal 2003. Quarterly and year-to-date revenues benefited from this year's quarter-end date of January 1 versus December 26 last year.

Net earnings for common shares for the third quarter were \$.6 million (2 cents per diluted share), compared to a net loss for common shares of \$4.9 million (14 cents per diluted share) in last year's third quarter. Net earnings for common shares for the thirty-nine week period were \$.6 million (2 cents per diluted share), compared to a net loss for common shares of \$23.2 million (64 cents per diluted share) in the same period last year.

Third quarter loss from discontinued operations was 2 cents per diluted share, compared to one cent per diluted share last year. For the thirty-nine week period, loss from discontinued operations was 3 cents per diluted share, compared to 2 cents per diluted share in the same period last year. Discontinued operations relate to the sale of a theatre in Sweden.

Adjusted EBITDA for the third quarter was a third-quarter record \$75 million, compared to \$55 million in last year's third quarter. For the thirty-nine week period, Adjusted EBITDA was \$203 million, compared to \$179 million for the first three quarters of last year.

"Strong film product, combined with AMC's brand and asset quality, produced outstanding results for the quarter and for the fiscal year to date," said Peter Brown, chairman and chief executive officer. "We were also pleased with our acquisition of three MegaStar theatre complexes during the quarter."

Highlights of the third quarter included:

- Record third quarter revenue and Adjusted EBITDA.
- Margin improvement--third quarter Adjusted EBITDA margin increased 300 basis points--to 15.9 percent of revenues from 12.9 percent last year.
- Continued positive free cash flow of \$15 million.
- Successful opening of three new megaplex theatres totaling 50 screens in the greater Atlanta, Baltimore, and Norfolk markets.
- Acquisition of three MegaStar theatres totaling 48 screens in the greater Atlanta and Minneapolis-St. Paul markets.

This press release contains non-GAAP financial measures as defined by Regulation G of the Securities and Exchange Commission. As required, the attached financial summary and the Company's website, [www.amctheatres.com](http://www.amctheatres.com), contain a discussion of management's use of these measures and reconciliations to the most directly comparable GAAP measures. These non-GAAP financial measures should be considered in addition to, not as a substitute for or superior to, the financial measures prepared in accordance with GAAP. The financial measures as determined by management may not be comparable to the same financial measures as reported by other companies. As used herein, GAAP refers to generally accepted accounting principles in the United States of America.

Investors will have the opportunity to listen to the earnings conference call and view the supporting slide presentation at 9 a.m. CDT on Wednesday, January 28, 2004, through the website [www.amctheatres.com](http://www.amctheatres.com). Listeners can also access the call by dialing (877) 307-8182 or (706) 634-8221 for international callers. A replay of the call will be available on the website and by phone through Wednesday, February 11, 2004. The telephone replay can be accessed by calling (800) 642-1687, or (706) 645-9291 for international callers, and entering the conference ID number 4884899.

AMC Entertainment Inc. is a worldwide leader in the theatrical exhibition industry. Through its circuit, the company has interests in approximately 382 theatres with 5,340 screens in the United States, Canada, Mexico, Argentina, Brazil, Chile, Uruguay, Hong Kong, France, and the United Kingdom.

Any forward-looking statements contained in this release, which reflect management's best judgment based on factors currently known, involve risks and uncertainties. Actual results could differ materially from those anticipated in the forward-looking statements included herein as a result of a number of factors, including among others the Company's ability to enter into various financing programs, the performance of films licensed by the Company, competition, construction delays, the ability to

open or close theatres and screens as currently planned, domestic and international political, social and economic conditions, demographic changes, increases in demand for real estate, changes in real estate, zoning and tax laws, unforeseen changes in operating requirements, the Company's ability to identify suitable acquisition candidates and to successfully integrate acquisitions into its operations and results of significant litigation.

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[Financial Summary 3rd Quarter PDF](#)