



ENTERTAINMENT & MULTIMEDIA LIMITED

P R E S S R E L E A S E

Friday, December 23, 2005

For Immediate Release:

Stock Symbol: TSX Venture Exchange: BFS

**BFS ANNOUNCES INTENTION FOR LATE FILING
OF INTERIM FINANCIAL STATEMENTS**

BFS Entertainment & Multimedia Limited announces today that following a continuous disclosure review by the Ontario Securities Commission, it will not be able to meet the deadline of January 4, 2006 for the filing of its unaudited second quarter interim financial statements and related MD&A for the period ending November 5, 2005.

Additional accounting and auditing review is required to determine any necessary adjustments to the Company's current and prior two fiscal years' financial statements and related MD&A for the following:

- The Company is required to provide for an allowance for overstock exchanges and stock balancing by customers in accordance with Canadian GAAP under EIC 141 and Section 3400 of the CICA Handbook.
- The Company is required to review and possibly revise its method of amortization of capitalized costs related to its Deferred Design & Development and Master Tapes expenditures to more accurately match future expected product revenues.

BFS is working with its auditors as expeditiously as possible to complete the necessary work. Management expects this to be completed by January 18, 2006.

Pending the filing of its unaudited interim financial statements and MD&A, BFS intends to satisfy the alternative information guidelines recommended by Ontario Securities Commission Policy 57-603 and Canadian Securities Administrators Staff Notice 57-301. The Company will request from the applicable Canadian securities regulators that a management cease trade order related to BFS' common shares be imposed against some or all of the persons who have been directors, officers or insiders of BFS. Such an order would not generally affect the ability of persons who have not been directors, officers or insiders of BFS to trade BFS' securities.

BFS Entertainment & Multimedia Limited manufactures, markets and distributes under the **BFS Video** and **American Home Treasures** video labels, a wide range of home entertainment DVDs for resale to retail and catalogues throughout North America.

(SEC Rule 12g exemption #82-4245)

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