

Third Quarterly Report 2006

ACROSS ASIA LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code 8061)

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This report, for which the Directors of AcrossAsia Limited (the “Company”) (namely, executive Director: Mr. Marshall Wallace COOPER; non-executive Directors: Dr. Cheng Wen CHENG and Mr. Bunjamin Jonatan MAILOOL; and independent non-executive Directors: Mr. Albert Saychuan CHEOK, Mr. Kwok Ming CHEUNG and Dr. Boh Soon LIM) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this report is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this report misleading; and (3) all opinions expressed in this report have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

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Stock Code: 8061

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For the nine months ended 30th September 2006

HIGHLIGHTS

- AcrossAsia Group's turnover increased to HK\$5,390.2 million for the Nine-month Period from HK\$4,170.5 million for the same period in 2005.
- Gross profit rose to HK\$1,456.0 million from HK\$1,195.4 million for the corresponding period in 2005. Gross profit margin decreased by 5.9% to 27.0% from 28.7% for the same period in 2005.
- Profit from operations increased to HK\$248.2 million from HK\$233.3 million for the same period in 2005.
- Total operating expenses (excluding other income and expenses) increased to HK\$1,299.4 million compared to HK\$1,101.8 million for the corresponding period in 2005.
- EBITDA (excluding other income and expenses) increased by 38.9% to HK\$417.6 million from HK\$300.7 million for the same period in 2005.
- Loss attributable to shareholders of the Company was HK\$13.3 million, 60.2% over the HK\$8.3 million for the corresponding period in 2005.

THIRD QUARTERLY RESULTS (UNAUDITED)

The Directors of AcrossAsia Limited (the “Company”) announced the unaudited consolidated results of the Company and its subsidiaries (collectively “AcrossAsia Group”) for the nine months ended 30th September 2006 (the “Nine-month Period”) together with comparative figures for the corresponding period ended 30th September 2005, as follows:

| | Notes | Nine months ended 30th September | | Three months ended 30th September | |
|---|-------|-------------------------------------|------------------|--------------------------------------|------------------|
| | | 2006 HK\$'000 | 2005 HK\$'000 | 2006 HK\$'000 | 2005 HK\$'000 |
| Turnover | 2 | 5,390,200 | 4,170,468 | 2,054,760 | 1,519,959 |
| Cost of sales and services rendered | | (3,934,169) | (2,975,030) | (1,513,148) | (1,105,948) |
| Gross profit | | 1,456,031 | 1,195,438 | 541,612 | 414,011 |
| Other operating income and gains | | 91,602 | 82,226 | 42,015 | 15,592 |
| Gain on disposal of an investment | | – | 57,441 | – | 57,441 |
| Selling and distribution costs | | (399,655) | (389,224) | (141,346) | (123,476) |
| General and administrative expenses | | (899,768) | (712,580) | (358,369) | (251,428) |
| Profit from operations | | 248,210 | 233,301 | 83,912 | 112,140 |
| Finance costs | | (214,577) | (157,356) | (77,470) | (56,487) |
| Shares of results of associates | | 5,455 | 3,415 | 2,275 | 2,139 |
| Profit before income tax | | 39,088 | 79,360 | 8,717 | 57,792 |
| Income Tax expense | 3 | (11,734) | (13,340) | (254) | (8,724) |
| Profit | | 27,354 | 66,020 | 8,463 | 49,068 |
| Profit/(loss) attributable to: | | | | | |
| Shareholders of the Company | 4 | (13,322) | (8,324) | (7,694) | 224 |
| Minority interests | | 40,676 | 74,344 | 16,157 | 48,844 |
| | | 27,354 | 66,020 | 8,463 | 49,068 |
| Loss per share attributable to shareholders of the Company (HK cents) | 4 | | | | |
| Basic | | (0.26) | (0.16) | (0.15) | 0.00 |
| Diluted | | N/A | N/A | N/A | N/A |

Notes:

1. Basis of preparation

The unaudited consolidated results have been prepared in accordance with International Financial Reporting Standards (the “IFRS”) and the disclosure requirements set out in the GEM Listing Rules. All significant intra-group transactions have been eliminated on consolidation.

The audit committee has reviewed the unaudited consolidated results of AcrossAsia Group for the Nine-month Period.

2. Segment information

(a)(i) An analysis of AcrossAsia Group’s revenue and results for the Nine-month Period by business segment is as follows:

| | Broadband | | | | Elimination HK\$'000 | Consolidated HK\$'000 |
|--------------------------------|--------------------|----------------------|--------------------------|--------------------|-------------------------|--------------------------|
| | Retail HK\$'000 | Services HK\$'000 | IT Solutions HK\$'000 | Others HK\$'000 | | |
| Segment revenue: | | | | | | |
| Sales to external customers | 4,799,945 | 248,926 | 341,329 | - | - | 5,390,200 |
| Intersegment sales | - | 3,173 | 23,375 | - | (26,548) | - |
| Total | 4,799,945 | 252,099 | 364,704 | - | (26,548) | 5,390,200 |
| Segment results | 181,222 | 13,001 | 25,581 | (2,336) | (2,441) | 215,027 |
| Interest income | | | | | | 33,183 |
| Profit from operations | | | | | | 248,210 |
| Finance costs | | | | | | (214,577) |
| Share of results of associates | - | - | - | 5,455 | - | 5,455 |
| Profit before income tax | | | | | | 39,088 |
| Income tax expense | | | | | | (11,734) |
| Profit | | | | | | 27,354 |

(a)(ii) An analysis of AcrossAsia Group's revenue and results for the corresponding period in 2005 by business segment is as follows:

| | Broadband | | | Others HK\$'000 | Elimination HK\$'000 | Consolidated HK\$'000 |
|-----------------------------------|--------------------|----------------------|--------------------------|--------------------|-------------------------|--------------------------|
| | Retail HK\$'000 | Services HK\$'000 | IT Solutions HK\$'000 | | | |
| Segment revenue: | | | | | | |
| Sales to external customers | 3,635,321 | 213,326 | 321,821 | - | - | 4,170,468 |
| Intersegment sales | - | 5,734 | 26,020 | - | (31,754) | - |
| Total | 3,635,321 | 219,060 | 347,841 | - | (31,754) | 4,170,468 |
| Segment results | 131,116 | (365) | 21,707 | (6,578) | (1,309) | 144,571 |
| Gain on disposal of an investment | | | | | | 57,441 |
| Interest income | | | | | | 31,289 |
| Profit from operations | | | | | | 233,301 |
| Finance costs | | | | | | (157,356) |
| Share of results of associates | - | - | - | 3,415 | - | 3,415 |
| Profit before income tax | | | | | | 79,360 |
| Income tax expense | | | | | | (13,340) |
| Profit | | | | | | 66,020 |

(b) Geographical segments

Over 90% of AcrossAsia Group's revenue and results are attributable to its operations in Indonesia. Accordingly, no analysis by geographical segment is presented.

3. Income tax expense

No Hong Kong profits tax has been provided, as AcrossAsia Group had no assessable profits arising in Hong Kong during the Nine-month Period (2005: Nil). Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the countries in which AcrossAsia Group operates, based on existing legislation, interpretations and practices in respect thereof.

AcrossAsia Group's subsidiaries and associates incorporated and operating in Indonesia are subject to Indonesian income tax at a maximum rate of 30% (2005: 30%) of the individual entities' respective assessable profits in accordance with Indonesian income tax law.

| | Nine months ended 30th September | | Three months ended 30th September | |
|--|-------------------------------------|------------------|--------------------------------------|------------------|
| | 2006 HK\$'000 | 2005 HK\$'000 | 2006 HK\$'000 | 2005 HK\$'000 |
| AcrossAsia Group | | | | |
| Current income tax * | 7,727 | 6,599 | 1,071 | 1,529 |
| Deferred income tax/ (tax benefits) * | 4,007 | 6,741 | (817) | 7,195 |
| | 11,734 | 13,340 | 254 | 8,724 |

* Imposed outside Hong Kong

4. Loss per share

The calculation of basic loss per share is based on the loss attributable to shareholders of the Company for the Nine-month Period of HK\$13,322,000 (2005: HK\$8,324,000) and 5,064,615,385 (2005: 5,064,615,385) ordinary shares in issue during the Nine-month Period.

Diluted loss per share for the Nine-month Period and the corresponding period in 2005 are not disclosed as there were no dilutive potential ordinary shares.

5. Reserves

| | Share premium HK\$'000 | Capital reserve HK\$'000 | Equity transactions of associates HK\$'000 | Translation reserve HK\$'000 | Accumulated losses HK\$'000 | Total HK\$'000 |
|---|------------------------------|--------------------------------|---|------------------------------------|-----------------------------------|-------------------|
| At 1st January 2005 | 32,877 | 1,464,802 | 3,531 | (662,760) | (780,950) | 57,500 |
| Change in equity transactions of associates | - | - | 3,913 | - | - | 3,913 |
| Currency translation differences | - | - | - | (47,485) | - | (47,485) |
| Total income/(expense) for the period recognised directly in reserves | - | - | 3,913 | (47,485) | - | (43,572) |
| Net loss attributable to shareholders | - | - | - | - | (8,324) | (8,324) |
| At 30th September 2005 and 1st October 2005 | 32,877 | 1,464,802 | 7,444 | (710,245) | (789,274) | 5,604 |
| Change in equity transactions of associates | - | - | 215 | - | - | 215 |
| Currency translation differences | - | - | - | 24,629 | - | 24,629 |
| Total income for the period recognised directly in reserves | - | - | 215 | 24,629 | - | 24,844 |
| Net gain attributable to shareholders | - | - | - | - | 4,654 | 4,564 |
| At 31st December 2005 and 1st January 2006 | 32,877 | 1,464,802 | 7,659 | (685,616) | (784,710) | 35,012 |
| Change in equity transactions of associates | - | - | (2,241) | - | - | (2,241) |
| Currency translation differences | - | - | - | 42,258 | - | 42,258 |
| Total income/(expense) for the period recognised directly in reserves | - | - | (2,241) | 42,258 | - | 40,017 |
| Net loss attributable to shareholders | - | - | - | - | (13,322) | (13,322) |
| At 30th September 2006 | 32,877 | 1,464,802 | 5,418 | (643,358) | (798,032) | 61,707 |

INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the Nine-month Period (2005: Nil).

FINANCIAL REVIEW

AcrossAsia Group's results for the Nine-month Period were analysed based on three business segments, namely Retail, Broadband Services and IT Solutions.

Turnover

AcrossAsia Group posted a growth of 29.2% in turnover to HK\$5,390.2 million from HK\$4,170.5 million for the same period in 2005. Retail's turnover rose by 32.0% to HK\$4,799.9 million from HK\$3,635.3 million for the same period in 2005. The rise was mainly driven by continuous sales growth from its core retail businesses and the pre-holiday season sales in Indonesia. Broadband Services' turnover increased by 16.7% to HK\$248.9 million from HK\$213.3 million for the same period in 2005, mainly as a result of increased subscription prices for cable TV and Internet services. IT Solutions posted revenue of HK\$341.3 million, 6.1% higher than the HK\$321.8 million for the same period in 2005. The improvement was mainly contributed by new outsourcing services offered for data centre maintenance and Business Process Outsourcing ("BPO") as well as steady growth of non-banking sector services of the system integration unit.

Gross Profit

AcrossAsia Group's gross profit increased by 21.8% to HK\$1,456.0 million from HK\$1,195.4 million for the corresponding period in 2005. Gross profit margin decreased by 5.9% to 27.0% from 28.7% for the corresponding period in 2005 mainly due to a reduction in profit margin in exchange for an increase in sales volume.

Profit from Operations

AcrossAsia Group's profit from operations grew by 6.4% to HK\$248.2 million from HK\$233.3 million for the same period in 2005.

During the Nine-month Period, other operating income and gains increased by 11.4% to HK\$91.6 million from HK\$82.2 million for the comparison period in 2005 mainly due to slight increase in rental income and interest income as a result of increase in area of stores operated and bank balance.

Total operating expenses (excluding other income and expenses) increased by 17.9% to HK\$1,299.4 million from HK\$1,101.8 million for the same period in 2005. The increase in operating costs was in line with the opening of new stores and hypermarkets and increased corporate activities during the Nine-month Period.

EBITDA (excluding other income and expenses) improved by 38.9% to HK\$417.6 million from HK\$300.7 million for the same period in 2005. The improvement was mainly attributable to sales growth as a result of new stores opened and increased customer patronage of Hypermart stores.

Finance Costs

Finance costs arising out of bank and other borrowings and bonds increased by 36.3% to HK\$214.6 million from HK\$157.4 million for the same period in 2005. The increment was mainly due to the increase in bank and other borrowings for capital investment and development of the core businesses of AcrossAsia Group.

Share of Results of Associates

AcrossAsia Group's share of the results of associates increased to HK\$5.5 million from HK\$3.4 million for the corresponding period in 2005. The increase was mainly contributed by an associate, which is engaged in the manufacturing of amusement machines.

Loss attributable to Shareholders

AcrossAsia Group recorded a loss attributable to the shareholders of the Company of HK\$13.3 million, 60.2% over the HK\$8.3 million for the same period in 2005. The loss was partly due to higher finance costs incurred during the Nine-month Period.

BUSINESS REVIEW

AcrossAsia Group, as a consumer-oriented service provider, maintained its growth momentum in its core business operations to enhance its leading position through the following major subsidiaries:

Matahari

PT Matahari Putra Prima Tbk (“Matahari”, an indirect subsidiary of the Company listed on the Jakarta Stock Exchange and the Surabaya Stock Exchange in which the Company has a 25.6% effective interest), the flagship of Retail, is the largest publicly listed modern retailer with a nationwide retail network consisting of department stores, hypermarkets and supermarkets complimented by family entertainment centres and specialty stores in Indonesia.

During the Nine-month Period, Matahari accelerated its expansion plan on its core businesses through the opening of 3 new Matahari Department Stores, 9 new Hypermart stores, 2 children specialty stores and 4 TimeZone family entertainment centres. As a result, as of 30th September 2006, Matahari Department Stores reached 83 stores, whereas Matahari Supermarkets operated 35 supermarkets, 26 compact hypermarkets under the brand name “Hypermart”, 5 soft discount stores under the brand name “Cut Price” and 37 Boston Health and Beauty Center outlets, and TimeZone family entertainment centres operated 110 outlets throughout Indonesia.

The Hypermart concept of “Clean, Bright, Fresh, Quality and Low Price” brings a new shopping experience to its customers. Together with its attractive features of lowest prices and fresh products guaranteed, Matahari continued to record a two-digit sales growth rate on a year-to-date basis compared to the same period in 2005.

TimeZone, which is the market leader in family entertainment centres in Indonesia, offers the family entertainment business within clean, smoke-free premises with the addition of video games along with conventional mechanical games to capture the growing base of children and young adult consumers. Recently, TimeZone launched a new concept called TimeZone Music Zone targeting at families and teenagers where customers bond and socialise via music in nicely decorated rooms equipped with boasting sound systems and Flat TV.

In May 2006, Matahari announced a proposed 4-for-5 rights issue for a total subscription price of approximately Rp1,003 billion (approximately HK\$838 million). The proposal was recently replaced by a newly proposed 4-for-5 rights issue with some modified terms as announced by Matahari in October 2006. The net proceeds will be used for opening new stores and additional working capital so as to strengthen its position as a market leader.

In September 2006, Matahari reached another milestone by successfully launching 3 years unsecured senior notes of US\$150 million (approximately HK\$1,167 million) which was increased from the initial plan of US\$100 million (approximately HK\$778 million) as a result of over-subscription by more than three times. The notes carry a semi-annual coupon rate of 9.5%. The net proceeds will be mainly used to finance Matahari’s expansion plan and working capital.

Broadband Multimedia

PT Broadband Multimedia Tbk (“Broadband Multimedia”, a subsidiary of the Company listed on the Surabaya Stock Exchange in which the Company has a 66.34% effective interest), the flagship of Broadband Services, operates the largest two-way HFC (Hybrid Fibre Coaxial) network in Indonesia, offering digital cable and satellite TV, data communication, Internet access, leased line and VPN (Virtual Private Network) services. Broadband Multimedia is the largest cable TV operator in Indonesia offering 24-hour on-air national and international channels of programming with 63 channels under the brand name “Kabelvision” and 88 channels under the brand name “Digital 1” which offers more choices. Channels are categorized under education, entertainment, international, kids, news, local terrestrial, sports and premium channels, including TV home shopping channel. It also provides a high-speed broadband Internet access service called “MyNet”. As at 30th September 2006, the network reached over 2,810 km, passing more than 244,120 homes and covering major residential and central business districts in prime cities in Indonesia and the number of cable TV subscribers was approximately 129,910 with penetration reaching 53.1%, and the total number of broadband Internet consumer subscribers was approximately 17,880.

Broadband Multimedia is migrating to a full digital platform that is expected to be completed in 2007. The digitisation of its cable network has commenced with phase 1 focusing on 120,000 homes in new areas.

In May 2006, Broadband Multimedia announced a proposed 10-for-11 rights issue for a maximum subscription price of approximately Rp170 billion (approximately HK\$142 million) which was terminated as a result of the newly proposed rights issues of Matahari and PT Multipolar Corporation Tbk (“Multipolar”, a 51.15% owned subsidiary of the Company listed on the Jakarta Stock Exchange and the Surabaya Stock Exchange) announced in October 2006.

Multipolar

Multipolar, the flagship of IT Solutions, is one of the prominent IT solutions providers in Indonesia which has been intensively offering total IT solutions, ranging from hardware, software to consultancy for both small and medium enterprises as well as large enterprises. Allied with world-class IT solutions providers (such as IBM, Microsoft, SUN and Oracle) and equipped with experienced and skilled human capital, Multipolar has evolved from being a product-oriented company to one of Indonesia’s prominent professional IT solution providers. In order to provide better services to its customers, Multipolar has three major units with the following business focuses: hardware and infrastructure, business solutions, and consultation services.

During the Nine-month Period, Multipolar has successfully diversified its client base into the non-banking sectors. As a result, revenue from the system integration unit grew gradually despite a squeeze in the gross margin because of the keen competition. The business solutions and the consulting services units, however, were not as encouraging as the system integration unit due to market conditions.

Multipolar, through its wholly-owned subsidiary, provides shared services for various applications such as core system, delivery system (EDC & ATM), document management, facilities management and HR management. It also offers new outsourcing services for data centre maintenance and BPO ranging from Electronic Data Centre ("EDC") to Automatic Teller Machine ("ATM"). With these services, Multipolar can assist organizations to be more efficient and effective in providing services to their customers while also saving operational costs.

In May 2006, Multipolar announced a proposed 41-for-40 rights issue for a total subscription price of approximately Rp540 billion (approximately HK\$451 million) which was recently replaced by a newly proposed 11-for-18 rights issue for a total subscription price of approximately Rp321 billion (approximately HK\$283 million) in October 2006. The proceeds will be used for subscription of the aforesaid newly proposed rights issue of Matahari.

PROSPECTS

AcrossAsia Group is committed to its core businesses. Matahari will continue to roll out its expansion plan by opening new Department Stores and Hypermart Stores.

Broadband Multimedia is rolling out its new digital cable TV network, which is becoming a new platform for its expansion plan, and is also focusing on other Internet services to capture the new revenue sources. Broadband Multimedia is actively exploring various funding alternatives to facilitate such expansion.

Multipolar will continue to amplify sales of the non-hardware business units, and will aggressively offer the latest solutions to the market with its in-depth experience in advanced technology.

With its solid presence in Indonesia, AcrossAsia Group will continuously look for strategic investors and partners for its operations and to explore new opportunities in Asia.

DISCLOSURE OF INTERESTS IN SECURITIES

Directors and Chief Executive

As at 30th September 2006, the interests and short positions of the Directors and the chief executive of the Company in the shares, underlying shares (in respect of positions held pursuant to equity derivatives) and debentures of the Company and its associated corporations (within the meaning of Part XV of the Securities and Futures Ordinance (the "SFO")) as recorded in the register required to be kept by the Company under Section 352 of the SFO or as notified to the Company and the Stock Exchange under Rule 5.46 of the GEM Listing Rules or as otherwise required by Rule 23.07 of the GEM Listing Rules were as follows:

Long Position in Shares and Debentures of the Company and Associated Corporations

Mr. Albert Saychuan CHEOK was interested in 2,600,000 shares of the Company (representing approximately 0.05% of the issued share capital thereof).

Saved as disclosed herein, none of the Directors or the chief executive of the Company were interested in any long position in the shares or debentures of the Company or any of its associated corporations.

Long Position in Underlying Shares of the Company and Associated Corporations

(i) Physically settled equity derivatives

Pursuant to the Pre-IPO Share Option Plan of the Company (the "Pre-IPO Plan"), the Directors and the chief executive of the Company were granted on 23rd June 2000 (the "Grant Date") options to subscribe for shares of the Company at a subscription price of HK\$3.28 per share as follows:

| Name | Granted | Number of underlying shares | | Percentage of enlarged issued share capital |
|-----------------------------|------------|-----------------------------|---------------------------------------|---|
| | | Lapsed | Outstanding as of 30th September 2006 | |
| Dr. Cheng Wen Cheng | 13,150,000 | – | 13,150,000 <i>(Note 1)</i> | 0.25 |
| Mr. Kwok Ming Cheung | 2,364,000 | – | 2,364,000 <i>(Note 2)</i> | 0.04 |
| Mr. Marshall Wallace Cooper | 355,000 | – | 355,000 <i>(Note 3)</i> | 0.01 |
| Total | 15,869,000 | – | 15,869,000 | |

Notes:

1. 1,330,000 shares became exercisable from 14th January 2001 and 2,364,000 shares from each of 1st June 2001, 1st June 2002, 1st June 2003, 1st June 2004 and 1st June 2005.
2. 236,400 shares became exercisable from each of 14th January 2001 and 1st April 2001 and 472,800 shares from each of 1st April 2002, 1st April 2003, 1st April 2004 and 1st April 2005.
3. 35,500 shares became exercisable from each of 14th January 2001 and 1st April 2001 and 71,000 shares from each of 1st April 2002, 1st April 2003, 1st April 2004 and 1st April 2005.
4. The exercise period for all such shares shall end 10 years from the Grant Date (the "Expiry Date").

(ii) *Cash settled and other equity derivatives*

None of the Directors or the chief executive of the Company were interested in any long position in cash settled or other equity derivatives of the Company or any of its associated corporations.

Short Position in Shares, Underlying Shares and Debentures of the Company and Associated Corporations

None of the Directors or the chief executive of the Company were interested in any short position in the shares, underlying shares or debentures of the Company or any of its associated corporations.

Substantial Shareholders

As at 30th September 2006, the interests and short positions of the substantial shareholders of the Company in the shares and underlying shares (in respect of positions held pursuant to equity derivatives) of the Company as recorded in the register required to be kept by the Company under Section 336 of the SFO were as follows:

Long Position in Shares of the Company

| Name | Number of shares | Percentage of issued share capital |
|------------------------|------------------|------------------------------------|
| Grandhill Asia Limited | 500,000,000 | 9.87 |
| Lippo Cayman Limited | 3,669,576,788 | 72.45 |
| Lanius Limited | 3,669,576,788 | 72.45 |
| Dr. Mochtar Riady | 3,669,576,788 | 72.45 |
| Madam Lidya Suryawaty | 3,669,576,788 | 72.45 |

Note:

The shares of the Company were held by direct and indirect wholly-owned subsidiaries (including Cyport Limited and its wholly-owned subsidiary, Grandhill Asia Limited) of Lippo Cayman Limited ("Lippo Cayman") and Mideast Pacific Strategic Holdings Limited in which Lippo Cayman controlled a 30% interest. Lanius Limited ("Lanius") was the registered shareholder of the entire issued share capital of Lippo Cayman. Lanius was the trustee of a discretionary trust, of which Dr. Mochtar Riady is the founder. The beneficiaries of the trust included Dr. Mochtar Riady and his family members. Dr. Mochtar Riady was not the registered holder of any shares in the issued share capital of Lanius.

Long Position in Underlying Shares of the Company

None of the substantial shareholders of the Company were interested in any long position in the underlying shares of the Company.

Short Position in Shares and Underlying Shares of the Company

None of the substantial shareholders of the Company were interested in any short position in the shares or underlying shares of the Company.

Other Persons

As at 30th September 2006, no other persons had any interests or short positions in the shares or underlying shares (in respect of positions held pursuant to equity derivatives) of the Company according to the registers required to be kept by the Company under the SFO.

SHARE OPTIONS

As at 30th September 2006, options granted on the Grant Date to 11 participants (other than the Directors of the Company) to subscribe for an aggregate of 12,766,000 shares of the Company at a subscription price of HK\$3.28 per share were outstanding. The option for each grantee is exercisable in accordance with the Pre-IPO Plan at any time during a period commencing from the respective commencement dates and ending on the Expiry Date in accordance with the following schedule:

| Commencement date | Percentage of underlying shares |
|-------------------|---------------------------------|
| 14th January 2001 | 10 |
| 1st April 2001 | 10 |
| 1st April 2002 | 20 |
| 1st April 2003 | 20 |
| 1st April 2004 | 20 |
| 1st April 2005 | 20 |

The following options under the Pre-IPO Plan were outstanding during the Nine-month Period:

| Participant | Number of underlying shares | | As at 30th September 2006 |
|-------------|-----------------------------|--------------------------|---------------------------|
| | As at 1st January 2006 | Lapsed during the period | |
| Directors | 19,415,000 | – | 19,415,000 |
| Others | 12,766,000 | – | 12,766,000 |
| Total | 32,181,000 | – | 32,181,000 |

The Company also has a share option scheme adopted on 14th May 2002 (the "2002 Scheme") under which employees of AcrossAsia Group (including the Directors of the Company) and other persons may be granted on or after 15th May 2002 options to subscribe for shares of the Company subject to the terms and conditions stipulated in the 2002 Scheme. No options had been granted under the 2002 Scheme as at 30th September 2006.

COMPETING INTERESTS

The Lippo Group (a general reference to the companies (including Lippo Cayman) in which Dr. Mochtar Riady and his family have a direct or indirect interest; the Lippo Group is not a legal entity and does not operate as one; each of the companies in the Lippo Group operates within its own legal, corporate and financial framework) might have had or developed interests in businesses in Hong Kong and other parts in Asia similar to those of AcrossAsia Group during the Nine-month Period. There was a chance that such businesses might have competed with AcrossAsia Group during the Nine-month Period.

Save as disclosed herein, the Directors are not aware of any business or interest of the Directors, the management shareholders and their respective associates (as defined under the GEM Listing Rules) that have competed or may compete with the business of AcrossAsia Group and any other conflicts of interests which any such person had or may have with AcrossAsia Group.

AUDIT COMMITTEE

The Board established an audit committee (the "Audit Committee") on 23rd June 2000 with written terms of reference in accordance with Rules 5.28 and 5.29 of the GEM Listing Rules. The primary duties of the Audit Committee are, inter alia, to review and monitor the financial reporting and audit matters as well as the financial control, internal control and risk management systems of AcrossAsia Group. The Audit Committee has met four times this year.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SHARES

During the Nine-month Period, there was no purchase, sale or redemption of the shares of the Company by the Company or any of its subsidiaries.

By Order of the Board
Marshall Wallace Cooper
Director and Chief Executive Officer

Hong Kong, 13th November 2006