



ACROSS ASIA LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8061)

Third Quarterly Report 2014

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This report, for which the Directors of AcrossAsia Limited (the "Company") (namely, executive Director: Mr. Vicente Binalhay ANG; and independent non-executive Directors: Mr. Albert Saychuan CHEOK, Dr. Boh Soon LIM and Mr. Thomas Yee Man LAW) collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of the Stock Exchange (the "GEM Listing Rules") 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 the information contained in this report is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this report misleading.

THIRD QUARTERLY REPORT 2014

For the nine months ended 30th September 2014

HIGHLIGHTS

AcrossAsia Group's financial and operational results improved substantially during the first nine months of 2014.

AcrossAsia Group's turnover increased by 25.0% to HK\$1,190.8 million compared to HK\$952.5 million for the same period in 2013 mainly attributable to sustainable increase in demand for broadband Internet, data communication services and cable TV services and income from leasing of its wireless network equipment and provision of network support services.

Internet and cable TV subscribers increased by 15.1% in the first nine months of 2014 and cable coverage has now surpassed 1,350,000 homes.

AcrossAsia Group's gross profit increased by 43.6% to HK\$937.7 million from HK\$653.0 million and its gross margin increased to 78.7% from 68.6% for the same period in 2013, mainly attributable to increased revenue and better cost management.

AcrossAsia Group recorded a profit from operations of HK\$278.5 million compared to a loss of HK\$20.6 million for the same period in 2013.

Overall, AcrossAsia Group recorded a reduced loss attributable to the owners of the Company of HK\$10.7 million compared to HK\$126.2 million for the same period in 2013.

The successful initial public offering of and sale of shares in PT Link Net Tbk. ("Link Net") generated HK\$806.4 million in consideration which is reflected as HK\$196.2 million increase in equity attributable to owners of the Company. This has substantially improved AcrossAsia Group's financial position resulting to an equity attributable to owners of the Company of HK\$116.9 million as at 30th September 2014.

The subsequent successful placement of 7.45% shares in Link Net in November 2014 is expected to further improve AcrossAsia Group's financial position by generating over HK\$800 million in consideration.

Notwithstanding the substantially improved financial and operational performance, the AcrossAsia Group continues to be burdened by the fluctuations in the exchange rate of Indonesian Rupiah and high legal costs arising from its ongoing litigations in Hong Kong and Indonesia.

THIRD QUARTERLY RESULTS (UNAUDITED)

The Directors of AcrossAsia Limited (the "Company") announce the unaudited condensed consolidated statement of profit or loss and condensed consolidated statement of profit or loss and other comprehensive income of the Company and its subsidiaries (collectively "AcrossAsia Group") for the nine months ended 30th September 2014 (the "Nine-month Period") together with comparative figures for the corresponding period ended 30th September 2013 as follows:

Condensed Consolidated Statement of Profit or Loss of AcrossAsia Group

	Note	Nine months ended 30th September		Three months ended 30th September	
		2014 HK\$'000	2013 HK\$'000	2014 HK\$'000	2013 HK\$'000
Turnover	3	1,190,846	952,505	413,148	315,154
Cost of services rendered		(253,167)	(299,522)	(89,681)	(110,912)
Gross profit		937,679	652,983	323,467	204,242
Interest income		10,001	16,024	3,966	2,171
Other (expenses)/income		(476)	1,181	(459)	951
Net exchange gains/(losses)		71	4,312	(4,255)	4,760
Selling and distribution expenses		(72,094)	(84,943)	(21,827)	(29,128)
General and administrative expenses		(596,681)	(610,138)	(189,862)	(209,207)
Profit/(loss) from operations		278,500	(20,581)	111,030	(26,211)
Finance costs		(45,483)	(53,471)	(7,846)	(14,802)
Share of results of associates		(16,335)	(3,058)	(6,508)	(3,006)
Profit/(loss) before tax		216,682	(77,110)	96,676	(44,019)
Income tax expense	4	(94,394)	(37,332)	(31,957)	(23,726)
Profit/(loss) for the period		122,288	(114,442)	64,719	(67,745)
(Loss)/profit attributable to:					
Owners of the Company	6	(10,653)	(126,209)	858	(48,167)
Non-controlling interests		132,941	11,767	63,861	(19,578)
		122,288	(114,442)	64,719	(67,745)
(Loss)/profit per share attributable to owners of the Company					
Basic (HK cents)	5	(0.21)	(2.49)	0.02	(0.95)
Diluted (HK cents)	5	N/A	N/A	N/A	N/A

Condensed Consolidated Statement of Profit or Loss and Other Comprehensive Income of AcrossAsia Group

	Nine months ended 30th September		Three months ended 30th September	
	2014	2013	2014	2013
	HK\$'000	HK\$'000	HK\$'000	HK\$'000
Profit/(loss) for the period	122,288	(114,442)	64,719	(67,745)
Other comprehensive income:				
<i>Item that may be reclassified to profit or loss:</i>				
Exchange differences on translating foreign operations	(34,306)	(292,823)	(30,092)	(236,551)
Total comprehensive income for the period	87,982	(407,265)	34,627	(304,296)
Total comprehensive income attributable to:				
Owners of the Company	(18,818)	(216,450)	(6,453)	(122,501)
Non-controlling interests	106,800	(190,815)	41,080	(181,795)
	87,982	(407,265)	34,627	(304,296)

Notes:

1. Basis of preparation and accounting policies

The unaudited condensed consolidated statement of profit or loss and condensed consolidated statement of profit or loss and other comprehensive income (the "Financial Statements") have been prepared in accordance with the applicable disclosures required by the GEM Listing Rules. They should be read in conjunction with the Annual Report 2013 of the Company (the "Annual Report").

The accounting policies and basis of preparation adopted in the preparation of the Financial Statements are consistent with those used in the Annual Report.

The audit committee has reviewed the Financial Statements.

The Financial Statements have been prepared on a consolidated and going concern basis.

Consolidation of PT First Media Tbk (“First Media”)

As disclosed in the Annual Report and Note 8, First Media, a 55.1% owned subsidiary of the Company, brought proceedings against the Company in Indonesia to recover the debt due under a facility agreement. On 5th March 2013, the Indonesian Court issued a bankruptcy order (the “Indonesian Bankruptcy Order”) against the Company. On the same date, the Indonesian Court appointed the Company’s administrators as the receivers (the “Receivers”) and curators.

Whilst the Directors recognise that the appointment of the Receivers may have resulted in an apparent loss of control over First Media, the Directors emphasize that until the due legal process in Indonesia has fully run its course, the powers of the Receivers are unlikely to be enforced.

The Directors have been advised by the Company’s Indonesian lawyer that, despite the appointment of the Receivers, the Company is still the registered owner of 55.1% shares in First Media and therefore is still the parent company and First Media remains a subsidiary of the Company. Even after the Receivers were appointed, the Directors have been given full access to the books and records of First Media for the purposes of preparation of these Financial Statements. In addition, in the financial statements of First Media for this Nine-month Period, First Media regards the Company as its parent company and thus the relationship remains unchanged.

The Directors believe that only a consolidated basis of financial reporting will represent a true picture to shareholders of their investment in First Media through their shareholdings in the Company.

In view of the above, the Directors believe that it would still be appropriate to continue to prepare these Financial Statements on a consolidated basis pending final determination of all litigations in Hong Kong and Indonesia.

2. Adoption of new and revised International Financial Reporting Standards

In the current period, AcrossAsia Group has adopted all the new and revised International Financial Reporting Standards (“IFRSs”) that are relevant to its operations and effective for its accounting year beginning on 1st January 2014. IFRSs comprise International Financial Reporting Standards, International Accounting Standards (“IAS”) and Interpretations. The adoption of these new and revised IFRSs did not result in significant changes to AcrossAsia Group’s accounting policies, presentation of AcrossAsia Group’s financial statements and amounts reported for the current period and prior years.

In addition there are new IFRSs that have been issued but are not yet effective. AcrossAsia Group has not applied these new IFRSs. However, AcrossAsia Group has already commenced an assessment of the impact of these new IFRSs but is not yet in a position to state whether these new IFRSs would have a material impact on its results of operations and financial position.

As disclosed in the Annual Report, AcrossAsia Group has adopted and applied IAS 19 (as revised in 2011) retrospectively for the year ended 31st December 2013, which results in the following changes to the following audited balances as at 1st January 2013:

	<i>HK\$'000</i>
Increase in accumulated losses	(9,122)
Decrease in translation reserve	380
Decrease in non-controlling interests	(12,547)

The Directors are of the opinion that, due to the immaterial effect on these Financial Statements, no adjustment to the comparative Nine-month results for 2013 would be made.

With respect to the application of IFRS 10 "Consolidated Financial Statements", in addition to the above Note 1 "Consolidation of PT First Media Tbk", the 2013 Annual Report has provided a full explanation.

3. Turnover and segment information

	Nine months ended		Three months ended	
	30th September		30th September	
	2014	2013	2014	2013
	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>	<i>HK\$'000</i>
Subscription fees for cable television	382,778	298,843	135,021	99,803
Subscription fees for fast speed broadband Internet	444,693	436,368	142,184	143,886
Data communication	98,644	101,118	35,520	34,298
Media sales	46,200	55,381	14,536	15,828
Others	218,531	60,795	85,887	21,339
	1,190,846	952,505	413,148	315,154

No segment information is presented for the Nine-month Period and the corresponding period in 2013 as AcrossAsia Group principally engages in the single operating segment of the provision of broadband network services, broadband Internet services and cable television services in Indonesia and all revenue, expenses, results, assets and liabilities and capital expenditures are predominately attributable to this single operating segment.

Revenue of approximately HK\$151,244,000 (2013: Nil), representing approximately 12.7% (2013: Nil) of total revenue, was mainly derived from the leasing of wireless network equipment and provision of network support to a single customer.

4. Income tax expenses

	Nine months ended 30th September		Three months ended 30th September	
	2014 HK\$'000	2013 HK\$'000	2014 HK\$'000	2013 HK\$'000
Current tax — overseas	98,362	79,210	33,376	18,125
Deferred tax benefit	(3,968)	(41,878)	(1,419)	5,601
	94,394	37,332	31,957	23,726

No provision for Hong Kong Profits Tax is required since AcrossAsia Group's income is derived from overseas sources which is not liable to Hong Kong Profits Tax (2013: Nil).

Taxes charged 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, interpretation and practices in respect thereof.

The Company's subsidiaries incorporated and operating in Indonesia are subject to Indonesian income tax at a maximum rate of 25% of the individual entities' respective assessable profits in accordance with Indonesian income tax law.

5. Loss per share

The calculation of basic loss per share attributable to owners of the Company is based on the loss attributable to owners of the Company for the Nine-month Period of HK\$10,653,000 (2013: HK\$126,209,000) and 5,064,615,385 ordinary shares in issue for the Nine-month Period.

No diluted loss per share is presented as the Company did not have any dilutive potential ordinary shares for the Nine-month Period and the corresponding period in 2013.

6. Condensed Consolidated Statement of Changes in Equity of AcrossAsia Group

For the Nine-month Period

	Attributable to owners of the Company						
	Issued capital	Share premium	Translation reserve	Accumulated losses	Total	Non-controlling interests	Total equity
	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000	HK\$'000
At 1st January 2013, as previously reported	50,646	414,318	(77,626)	(219,047)	168,291	1,195,655	1,363,946
Effect of changes in accounting policy (Note 2)	—	—	380	(9,122)	(8,742)	(12,547)	(21,289)
At 1st January 2013, as restated	50,646	414,318	(77,246)	(228,169)	159,549	1,183,108	1,342,657
Total comprehensive income and changes in equity for the period	—	—	(90,241)	(126,209)	(216,450)	(190,815)	(407,265)
At 30th September 2013	50,646	414,318	(167,487)	(354,378)	(56,901)	992,293	935,392
At 1st January 2014	50,646	414,318	(144,775)	(380,708)	(60,519)	987,303	926,784
Total comprehensive income and changes in equity for the period	—	—	(8,165)	(10,653)	(18,818)	106,800	87,982
Changes in non-controlling interests without change in control (Note 7)	—	—	—	196,225	196,225	610,218	806,443
Dividend declared and paid to non-controlling shareholders of subsidiary	—	—	—	—	—	(9,453)	(9,453)
At 30th September 2014	50,646	414,318	(152,940)	(195,136)	116,888	1,694,868	1,811,756

7. Changes in non-controlling interests without change in control

During the Nine-month Period, First Media completed the initial public offering of its 304,265,000 shares in Link Net, representing 10% of Link Net's issued share capital. Trading of the Link Net shares commenced on the Indonesia Stock Exchange on 2nd June 2014.

On the same date, the non-controlling shareholder of Link Net exercised its option pursuant to the Option Agreement referred to in the Company's announcement dated 18th April 2011, for the purchase of 458,248,814 shares in Link Net, representing approximately 15.06% of Link Net's issued share capital.

Link Net is a provider of fixed local packet-switched based network and Internet service provider in Indonesia.

Following completion of the above initial public offering and option transactions, First Media's shareholding in Link Net was reduced from approximately 66.06% to approximately 41% and AcrossAsia Group's effective interest in Link Net was reduced from approximately 36.4% to approximately 22.6%. Despite the changes in shareholding, Link Net remains a subsidiary of First Media and accordingly, the financial statements of Link Net continue to be consolidated into the financial statements of AcrossAsia Group. Subsequent to 30th September 2014, there were further placements of shares in Link Net to third parties, as detailed in Note 9.

The above transactions generated HK\$806.4 million consideration in total. As a result, AcrossAsia Group recognised an increase in non-controlling interest of HK\$610.2 million and a decrease in accumulated losses of HK\$196.2 million.

8. Litigation

Garnishee and related proceedings

There has not been much development in the legal proceedings in which the Company is directly involved. However, the Singapore Court of Appeal has on 11th September 2014, confirmed the terms of the Judgment dated 31st October 2013 ruling in favour of First Media. The Company sets out below the updates and relevant announcements made previously for shareholders' reference.

Hong Kong Garnishee Order to Show Cause

Reference is made to the Company's announcement of 25th June 2014, whereby the Company announced that the Court of Appeal dismissed the application by Astro All Asia Networks Plc and its affiliated companies (the "Astro Group") for leave to appeal against the order of the Honourable Madam Justice Chan dated 24th January 2014 granting an unconditional stay of execution of the garnishee order absolute dated 31st October 2013 pending determination of the application by First Media to set aside the judgment dated 9th December 2010 ("First Media's Hong Kong Setting Aside Application"). The Judgment dated 9th December 2010 ("Astro's Judgment") was entered by the Astro Group against First Media in Hong Kong to enforce five arbitration awards made by the Singapore International Arbitration Centre Arbitration No. 62 ("SIAC Awards"). The Court of Appeal in dismissing the Astro Group's application for leave to appeal, further ordered that the Astro Group may not apply for an oral hearing to reconsider the application for leave to appeal and costs were assessed summarily at HK\$100,000 payable by the Astro Group to the Company. On 9th July 2014, Astro paid the said costs of HK\$100,000.

Singapore Court of Appeal's Decision

Reference is made to the Company's announcements dated 4th and 28th November 2013. As would be recalled, the Singapore Court of Appeal has on 31st October 2013, allowed First Media's appeal against the enforcement of the SIAC Awards. The Singapore Court of Appeal decided that all the SIAC Awards which the Astro Group is seeking to enforce against First Media in Hong Kong and against the Company pursuant to the Hong Kong Garnishee Proceedings, are not enforceable against First Media, save for the award for the sum of US\$608,176.54, GBP22,500 and S\$65,000 in favour of 1st to 5th of the Astro Group parties only, and that the Astro Group shall pay First Media's costs for the Singapore Court of Appeal hearing and the Singapore Court hearing below. As the parties were unable to agree on the terms of the order to be drawn up pursuant to the Singapore Court of Appeal's decision dated 31st October 2013, the Astro Group and First Media had attended before the Singapore Court of Appeal for hearing to determine the terms of the order and the Singapore Court of Appeal delivered its decision on 11th September 2014. In its decision on 11th September 2014, the Singapore Court of Appeal has reiterated their decision dated 31st October 2013 holding that the joinder of the 6th to 8th Astro Group parties to the arbitration by the Tribunal was improper and as a consequence, all the SIAC Awards were unenforceable by the 6th to 8th Astro Group parties as against First Media. The Court of Appeal further confirmed the terms of the order that only the sums of US\$608,176.54, GBP22,500 and S\$65,000 are payable by First Media to the Astro Group. As would be recalled, as stated in the Company's update announcement dated 28th November 2013, the said sums have been fully paid by

First Media. Accordingly there is no longer any further payment due by First Media to the Astro Group pursuant to all the SIAC Awards. Further, First Media has applied to the Singapore Court for assessment of legal costs of the Singapore Court proceedings including the Appeal to be paid by the Astro Group to First Media. In addition, First Media has applied to the Singapore High Court for assessment of damages to be paid by the Astro Group to First Media arising from the Mareva Injunction obtained by the Astro Group against First Media during the course of the Singapore Court proceedings. The Singapore Court had on 20th January 2014 confirmed that the Mareva Injunction ceased to be effective from 31st October 2013.

The Board believes that the Singapore Court of Appeal's decision dated 11th September 2014 is highly favorable to the First Media as it is now clear that First Media no longer needs to make any further payment to the Astro Group pursuant to all the SIAC Awards. In addition, the Board further believes that First Media has a good chance of succeeding in First Media's Hong Kong Setting Aside Application which is scheduled to be heard by the Hong Kong Court from 8th to 10th December 2014. In its decision dated 25th June 2014, the Hong Kong Court of Appeal expressed its views amongst others as follows:

"In our view it will indeed be remarkable if, despite the Singapore Court of Appeal judgment on the invalidity of the arbitration awards, Astro will still be able to enforce a judgment here based on the same arbitration awards that were made without jurisdiction."

In the event that First Media's Hong Kong Setting Aside Application is successful, Astro's Judgment and the Astro Group's enforcement proceedings in the Hong Kong Court to enforce Astro's Judgment shall be set aside.

Appeal against Indonesian Bankruptcy Order

Reference is made to the Company's first quarterly report 2014. The Company has still yet to receive an official notice of dismissal of the Company's appeal to the Supreme Court of Indonesia (the "Appeal") against the Indonesian bankruptcy order made against the Company on 5th March 2013 (the "Indonesian Bankruptcy Order"). The Company's Indonesian lawyer has advised that the Company is entitled to make a final appeal (which can only be made after the receipt of an official notice of dismissal from the Supreme Court of Indonesia) by way of a petition for judicial review against the decision of the Supreme Court of Indonesia of 31st July 2013 (the "Judicial Review").

As stated in the Company's first quarterly report 2014, based on a legal opinion obtained from the Company's Indonesian lawyer, the Directors of the Company are of the opinion that there are good grounds for the Judicial Review against the Indonesian Bankruptcy Order to be successful. If the Company's Judicial Review is successful, the Indonesian Bankruptcy Order will be set aside.

9. Events After the Reporting Period

Subsequent to 30th September 2014, First Media and other shareholders of Link Net offered for sale of approximately 30% of the total issued capital of Link Net. First Media intended to divest 11% of Link Net by selling 7.45% to various third party investors by way of private placement (at a total consideration of approximately HK\$868 million) and 3.55% by granting an option to a third party investor (at a total consideration of approximately HK\$414 million) which would be exercisable from the date of completion of the private placement and not later than twelve months from 29th October 2014.

On 3rd November 2014, the subsequent private placements by First Media were completed and as a result its shareholding in Link Net was reduced to 33.55% and AcrossAsia Group's effective interest in Link Net was reduced to 18.5%.

INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the Nine-month Period (2013: Nil).

FINANCIAL REVIEW

AcrossAsia Group's results for the Nine-month Period were analysed as follows:

Turnover

AcrossAsia Group's turnover increased by 25.0% to HK\$1,190.8 million compared to HK\$952.5 million for the same period in 2013 mainly contributed by the increase in demand for broadband Internet and data communication services by HK\$5.8 million in aggregate to HK\$543.3 million compared to HK\$537.5 million for the same period in 2013 and for cable TV services by HK\$84.0 million to HK\$382.8 million from HK\$298.8 million in the same period in 2013 as well as HK\$151.2 million income generated from leasing of its wireless network equipment and provision of network support during this period.

Gross Profit

AcrossAsia Group's gross profit increased by 43.6% to HK\$937.7 million from HK\$653.0 million for the same period in 2013 mainly attributable to increased revenue and better cost management.

Profit from Operations

AcrossAsia Group recorded a profit from operations of HK\$278.5 million compared to a loss of HK\$20.6 million for the same period in 2013. Total operating expenses (excluding other income and expenses) slightly decreased to HK\$668.8million from HK\$695.1 million for the same period in 2013.

Loss attributable to Owners

AcrossAsia Group recorded a reduced loss attributable to the owners of the Company of HK\$10.7 million compared to HK\$126.2 million for the same period in 2013.

BUSINESS REVIEW

AcrossAsia Group through First Media (a subsidiary of the Company listed on the Indonesia Stock Exchange in which the Company has a 55.1% interest) and its subsidiaries (collectively “First Media Group”) maintained its growth momentum. First Media Group is the unrivalled multimedia service provider in Indonesia to offer broadband Internet and digital-quality cable TV services through a two-way HFC (Hybrid Fibre Coaxial) network, and the first pay-TV network in Indonesia to offer High-Definition TV programmes. With its major Triple-play services, namely FastNet, HomeCable and DataComm, First Media Group offers a new edutainment and lifestyle of experience and high speed, 24/7 broadband Internet connectivity as well as digital quality pay-TV access to its valuable residential and business customers in Indonesia.

FastNet is an unlimited high-speed Internet access service offering a variety of connection speeds with smart values and best deals. The service is being enhanced and upgraded continuously which has allowed for higher subscription rates to be charged. Packages offered currently range from 30 Mbps to 100 Mbps with minimum subscription fees raised to Rp2,035,000 per month during the first quarter of 2014. With 100 Mbps of unlimited access, First Media Group offers the fastest truly broadband Internet service in Indonesia. It has the unique opportunity to sell premium products to its target customers by leveraging its ready access to high-end customer segments. First Media Group also takes care of kids’ Internet needs by providing innovative and content protected FastNet KIDS packages.

HomeCable now offers a total of 120 SD (standard definition) channels of local and international TV plus 62 HD (high definition) channels covering news, education, movies, lifestyle, entertainment, sports and music channels. Packages offered include HomeCable Ultimate HD and attractive selection packs/add-ons with minimum subscription fees at Rp369,000 per month, depending on the number of channels/selections.

DataComm services provide excellent connectivity and availability for decision making process and business continuity. DataComm continues to serve the demand from corporate customers for high reliability connection using the latest technology of fibre optic cable. DataComm uses “Metro Ethernet technology” as the network backbone to allow corporate customers simple and flexible connectivity. Through its DataComm business, First Media Group

remains the market leader of high capacity and high speed data communications solutions with its use of cutting-edge technology in the coverage of key commercial office buildings and hotels in Jakarta region. DataComm has been the sole network provider to the Indonesia Stock Exchange for its JATS-Remote Trading for over ten years.

First Media Group continues to focus on improving its services and customer satisfaction in order to grow its customer base as well as expanding its infrastructure to cover untapped areas. The results have been continued growth of its customer base, and the strengthening of the dominance of its major Triple-play megamedia services. The First Media Group has implemented marketing campaign to promote its expanding service offerings.

First Media Group's second-phase network coverage expansion is underway. As at 30th September 2014, it has added over 160,000 home pass to its HFC network. By 30th September 2014, HFC Network passed more than 1,355,000 homes. This HFC network covers major residential and central business districts in Greater Metropolitan Jakarta and other prime cities in Indonesia such as Surabaya and Bali. As at 30th September 2014, the number of cable TV subscribers and broadband Internet subscribers continued their increase trend reaching over 371,000 and over 372,000 respectively. First Media Group is rolling out its new high speed 4G service to cope with rising demand for mobile data service driven by affluence of smartphones and tablet devices. The network already covers the prominent areas of Jabodetabek (Jakarta, Bogor, Depok, Tangerang and Bekasi) and Bandung.

First Media Group is also developing new businesses such as Berita Satu channel, film TV and advertisement content. Berita Satu as a news content service provider is broadcasted through the HomeCable with HD broadcast quality. Right after its broadcast, Berita Satu has become the main choice for HomeCable pay-TV network subscribers in searching for the best and balanced information.

PROSPECTS

Indonesia's economic growth during the Nine-month Period is mainly due to strong domestic consumption and foreign and domestic investments. This positive trend is expected to continue through 2014 with Indonesia expected to lead Southeast Asian countries in GDP growth. Investor confidence and the

financial markets have reacted well to the results of the recent presidential election on 22nd July 2014 with the announcement of Joko Widodo as the newly elected President of Indonesia. The substantial expansion and enhancement of AcrossAsia Group's broadband Internet, cable TV and the 4G service networks and services in the first nine months of 2014 will facilitate higher penetration rates and further growth of its customer base.

First Media Group plans to develop other businesses either from the existing portfolio as well as from other potential business opportunities by staying focused on developing the technology, multimedia and telecommunications ("TMT") business, as all these three areas are interrelated. Currently, First Media Group would not only focus just on one business field, but strengthen the structure of the Company in the area of technology, multimedia and telecommunications.

DISCLOSURE OF INTERESTS IN SECURITIES

Directors and Chief Executive

As at 30th September 2014, 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 1,000,000 shares of the Company (representing approximately 0.02% of the issued share capital thereof).

Save 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*

None of the Directors or the chief executive of the Company were interested in any physically settled equity derivatives of the Company or any of its associated corporations.

(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, 2014, 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%
Cyport Limited	3,169,094,788	62.57%
Lippo Cayman Limited ("Lippo Cayman")	3,669,576,788	72.46%
Dr. Mochtar RIADY ("Dr. Riady")	3,669,576,788	72.46%
Madam Lidya SURYAWATY ("Madam Suryawaty")	3,669,576,788	72.46%

Notes:

1. Lippo Cayman is the wholly-owned subsidiary of Lanius Limited. Lanius Limited is the trustee of a discretionary trust, which was founded by Dr. Riady who does not have any interest in the shares of Lanius Limited. The beneficiaries of the trust include his family members of Dr. Riady. Dr. Riady and his wife, Madam Suryawaty, are taken to be interested in the Shares that Lanius Limited is interested under the provisions of the SFO.
2. As at the Latest Practicable Date, Lippo Cayman holds in aggregate 3,669,576,788 Shares, representing approximately 72.46% issued share capital of the Company, through its wholly-owned subsidiaries.
3. Cyport Limited has direct beneficial interest in 2,669,094,788 Shares.

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 2014, 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.

COMPETING INTERESTS

The Lippo Group (a general reference to the companies (including Lippo Cayman) in which Dr. 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 substantial 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
Vicente B. ANG
Director and Chief Executive Officer

Hong Kong, 11th November 2014