AcrossAsia Limited

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

Half-year Report 2011

CHARACTERISTICS OF THE GROWTH ENTERPRISE MARKET ("GEM") OF THE STOCK EXCHANGE OF HONG KONG LIMITED (THE "STOCK EXCHANGE")

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This report, for which the Directors of AcrossAsia Limited (the "Company") (namely, executive Director: Mr. Marshall Wallace COOPER; 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.

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Stock Code: 8061

HALF-YEAR REPORT 2011

For the six months ended 30th June 2011

HIGHLIGHTS

- AcrossAsia Group recorded an increase in revenue of 25.5% to HK$423.3 million compared to HK$337.1 million for the same period in 2010 mainly contributed by a rapid growth in number of Internet service subscribers and demand for data communications services.

- AcrossAsia Group's gross profit increased by 31.6% to HK$335.7 million from HK$255.1 million for the same period in 2010 mainly attributable to additional demand for services with realisation of economies of scale.

- Gross profit margin increased to 79.3% from 75.7% for the same period in 2010.

- AcrossAsia Group recorded a loss from operations of HK$3.4 million compared to a profit of HK$47.5 million for the same period in 2010 due to reorganisation and continuous expansion of the businesses of the Group which necessitated increase in legal and professional fees, staff, promotion and rental costs. As a result, total operating expenses (excluding other income and expenses) increased to HK$359.8 million from HK$238.1 million for the same period in 2010.

- AcrossAsia Group recorded a loss attributable to owners of the Company of HK$58.2 million compared to HK$1.5 million for the same period in 2010.

- Importantly, the financial position of AcrossAsia Group has improved with the gearing ratio reduced to 2.3 times as at 30th June 2011 from 22.3 times as at 30th June 2010 and the accumulated losses reduced to HK$106.5 million as at 30th June 2011 from HK$560.3 million as at 31st December 2010.

HALF-YEAR RESULTS (UNAUDITED)

The Directors of AcrossAsia Limited (the "Company") announce the unaudited condensed consolidated financial statements (the "Financial Statements") of the Company and its subsidiaries (collectively "AcrossAsia Group") for the six months ended 30th June 2011 (the "Half-year Period") together with comparative figures for the corresponding period ended 30th June 2010, as follows:

Condensed Consolidated Income Statement

		Six months ended 30th June		Three months ended 30th June	
		2011	2010	**2011**	2010
	Note	***HK$'000***	*HK$'000*	***HK$'000***	*HK$'000*
Turnover	*2*	**423,273**	337,145	**223,726**	172,710
Cost of services rendered		**(87,528)**	(82,044)	**(46,014)**	(40,051)
Gross profit		**335,745**	255,101	**177,712**	132,659
Other income		**2,708**	8,393	**1,506**	8,216
Net exchange gain		**17,989**	22,087	**603**	1,261
Selling and distribution expenses		**(34,184)**	(21,035)	**(16,588)**	(9,713)
General and administrative expenses		**(325,609)**	(217,039)	**(187,865)**	(111,677)
(Loss)/profit from operations	*3*	**(3,351)**	47,507	**(24,632)**	20,746
Finance costs		**(57,346)**	(38,737)	**(28,590)**	(18,393)
(Loss)/profit before tax		**(60,697)**	8,770	**(53,222)**	2,353
Income tax expense	*4*	**(12,166)**	(8,629)	**(6,969)**	(4,141)
(Loss)/profit for the period		**(72,863)**	141	**(60,191)**	(1,788)
(Loss)/profit attributable to:					
Owners of the Company	*5*	**(58,188)**	(1,522)	**(41,754)**	(327)
Non-controlling interests		**(14,675)**	1,663	**(18,437)**	(1,461)
		(72,863)	141	**(60,191)**	(1,788)
Loss per share attributable to owners of the Company					
Basic (HK cents)	*5*	**(1.15)**	(0.03)	**(0.82)**	(0.01)
Diluted (HK cents)	*5*	**N/A**	N/A	**N/A**	N/A

Condensed Consolidated Statement of Comprehensive Income

	Six months ended 30th June		Three months ended 30th June	
	2011	2010	**2011**	2010
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
(Loss)/profit for the period	**(72,863)**	141	**(60,191)**	(1,788)
Other comprehensive income:				
Currency translation differences	**17,496**	(4,341)	**(8,036)**	(10,338)
Total comprehensive income for the period	**(55,367)**	(4,200)	**(68,227)**	(12,126)
Total comprehensive income attributable to:				
Owners of the Company	**(53,489)**	(1,160)	**(40,741)**	(2,767)
Non-controlling interests	**(1,878)**	(3,040)	**(27,486)**	(9,359)
	(55,367)	(4,200)	**(68,227)**	(12,126)

Condensed Consolidated Statement of Financial Position

	Note	(Unaudited) As at 30th June 2011 HK$'000	(Audited) As at 31st December 2010 HK$'000
Non-current assets			
Property, plant and equipment	6	**1,374,923**	1,030,282
Available-for-sale financial assets		**4,605**	4,403
Other intangible assets		**104,146**	104,733
Deferred tax assets		**10,811**	12,070
Non-current prepayments, deposits and receivables		**197,364**	109,875
		1,691,849	1,261,363
Current assets			
Trade receivables	7	**111,200**	97,727
Prepayments, deposits and other current assets		**132,162**	67,373
Bank and cash balances		**841,160**	67,087
		1,084,522	232,187
TOTAL ASSETS		**2,776,371**	1,493,550
Capital and reserves			
Share capital		**50,646**	50,646
Reserves		**315,391**	(143,068)
Equity attributable to owners of the Company		**366,037**	(92,422)
Non-controlling interests		**1,239,113**	282,340
Total equity		**1,605,150**	189,918
Non-current liabilities			
Provisions		**21,258**	17,209
Bonds payable		**652,193**	—
Interest-bearing borrowings		**—**	220,057
Notes payable		**—**	217,442
Finance lease payable		**3,297**	21,631
Due to a related company		**25,342**	25,355
		702,090	501,694
Current liabilities			
Interest-bearing borrowings		**179,736**	629,229
Notes payable		**5,331**	6,338
Finance lease payable		**1,233**	8,861
Due to a related company		**4,000**	4,000
Derivative financial instruments		**—**	509
Trade payables	8	**127,749**	29,895
Receipts in advance		**11,283**	15,950
Other payables and accruals		**130,845**	97,071
Current tax payable		**8,954**	10,085
		469,131	801,938
TOTAL LIABILITIES AND EQUITY		**2,776,371**	1,493,550
Net current assets/(liabilities)		**615,391**	(569,751)
Total assets less current liabilities		**2,307,240**	691,612

Condensed Consolidated Statement of Changes in Equity

	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 2010	506,462	414,318	798	(982,942)	(61,364)	86,852	25,488
Total comprehensive income for the period	—	—	362	(1,522)	(1,160)	(3,040)	(4,200)
Capital reduction	(455,816)	—	—	455,816	—	—	—
Rights issue of a subsidiary	—	—	—	—	—	176,705	176,705
At 30th June 2010	50,646	414,318	1,160	(528,648)	(62,524)	260,517	197,993
At 1st January 2011	**50,646**	**414,318**	**2,885**	**(560,271)**	**(92,422)**	**282,340**	**189,918**
Total comprehensive income for the period	**—**	**—**	**4,699**	**(58,188)**	**(53,489)**	**(1,878)**	**(55,367)**
Deemed disposal of interests in subsidiaries without loss of control	**—**	**—**	**—**	**511,948**	**511,948**	**958,651**	**1,470,599**
At 30th June 2011	**50,646**	**414,318**	**7,584**	**(106,511)**	**366,037**	**1,239,113**	**1,605,150**

Condensed Consolidated Statement of Cash Flows

	Six months ended 30th June	
	2011	2010
	HK$'000	*HK$'000*
Net cash inflow from operating activities	**33,264**	75,326
Net cash outflow from investing activities	**(353,123)**	(126,293)
Net cash inflow from financing activities	**1,131,593**	121,695
Net increase in cash and cash equivalents	**811,734**	70,728
Cash and cash equivalents, beginning of period	**67,087**	28,591
Effect of foreign exchange rate changes	**(37,661)**	(1,377)
Cash and cash equivalents, end of period	**841,160**	97,942
Analysis of balances of cash and cash equivalents		
Bank and cash balances	**841,160**	97,942

Notes:

1. Principal accounting policies

The unaudited consolidated financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") and International Accounting Standards ("IASs") issued by the International Accounting Standards Board and the applicable disclosures required by the GEM Listing Rules and the Hong Kong Companies Ordinance. AcrossAsia Group has adopted certain new/revised IFRSs and IASs and these adoptions have no material impact on the accounting policies of AcrossAsia Group and the methods of computation of AcrossAsia Group's consolidated results.

The audit committee has reviewed the unaudited consolidated financial statements of AcrossAsia Group for the Half-year Period.

2. Segment information

(a) *Operating segments*

Information about reportable operating segment profit or loss for the Half-year Period and the corresponding period in 2010 is as follows:

	HK$'000
For Six-month Period	
Revenue from external customers	**423,273**
Segment profit	**68,581**
The corresponding period in 2010	
Revenue from external customers	337,145
Segment profit	87,480

Reconciliations of reportable segment revenue and profit or loss

	Six months ended 30th June	
	2011	2010
	HK$'000	*HK$'000*
Revenue		
Total revenue of reportable segments	**423,273**	337,145
Profit or loss		
Total profit or loss of reportable segment	**68,581**	87,480
Unallocated amounts:		
Interest revenue	**1,024**	529
Interest expense	**(57,346)**	(38,737)
Depreciation and amortisation	**(83,960)**	(64,162)
Income tax expense	**(12,166)**	(8,629)
Net foreign exchange gain	**17,989**	22,087
Fair value gain on derivative financial instruments	**521**	—
Fair value gain on revaluation of financial assets at fair value through profit and loss	**—**	7,864
Gain on disposal of plant and equipment	**1,161**	—
Other corporate expenses	**(8,667)**	(6,291)
Consolidated (loss)/profit for the period	**(72,863)**	141

(b) Geographical segments

Over 90% of AcrossAsia Group's revenue for the Half-year Period and the corresponding period in 2010 was attributable to its operations in Indonesia. Accordingly, no analysis by geographical segments is presented.

3. (Loss)/profit from operations

AcrossAsia Group's (loss)/profit from operations is arrived at after charging/crediting:

	Six months ended 30th June		Three months ended 30th June	
	2011	2010	**2011**	2010
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Depreciation	**77,800**	57,832	**43,190**	28,842
Amortisation of intangible assets	**6,160**	6,330	**3,376**	3,791
Bad debt expense/provision for doubtful debts	**9,451**	4,682	**6,850**	266
Net gain on disposal of plant and equipment	**1,161**	—	**327**	—

4. Income tax expense

	Six months ended 30th June		Three months ended 30th June	
	2011	2010	**2011**	2010
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
Current tax — overseas	**8,767**	265	**3,959**	216
Deferred income tax expense	**3,399**	8,364	**3,010**	3,925
	12,166	8,629	**6,969**	4,141

No provision for Hong Kong profits tax has been made for the Half-year Period (2010: Nil) as AcrossAsia Group did not generate any assessable profits arising in Hong Kong. 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, interpretations and practices in respect thereof.

AcrossAsia Group's subsidiaries incorporated and operating in Indonesia are subject to Indonesian income tax at a maximum rate of 28% 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 the owners of the Company is based on the loss attributable to the owners of the Company for the Half-year Period of HK$58,188,000 (2010: HK$1,522,000) and 5,064,615,385 ordinary shares issued for the Half-year Period and the corresponding period in 2010.

No diluted loss per share is presented as the Company did not have any dilutive potential ordinary shares for the Half-year Period and the corresponding period in 2010.

6. Property, plant and equipment

During the Half-year Period, AcrossAsia Group spent approximately HK$357,504,000 (2010: HK$50,393,000) on acquisition of property, plant and equipment

7. Trade receivables

AcrossAsia Group's trading terms with its customers are mainly on credit. AcrossAsia Group generally allows an average credit period ranging from 30 to 90 days to its customers, except for certain well-established customers where the terms are extended beyond 90 days.

AcrossAsia Group seeks to maintain strict control over its outstanding receivables. Overdue balances are reviewed regularly by senior management.

An aging analysis of the trade receivables, based on invoice date, is as follows:

	As at 30th June 2011	As at 31st December 2010
	HK$'000	*HK$'000*
Within 1 month	**43,586**	36,770
1 to 2 months	**11,476**	10,203
2 to 3 months	**9,461**	4,171
Over 3 months	**46,677**	46,583
	111,200	97,727

As at 30th June 2011, the trade receivables of AcrossAsia Group included receivables from certain related companies, which were directly or indirectly owned, controlled or influenced by the principal beneficial shareholders of the Company, of HK$9,861,000 (as at 31st December 2010: HK$9,402,000). The balances were unsecured, interest-free and repayable principally in accordance with normal trading terms.

8. Trade payables

An aging analysis of the trade payables, based on invoice date, is as follows:

	As at 30th June 2011	As at 31st December 2010
	HK$'000	*HK$'000*
Within 1 month	**108,779**	12,092
1 to 2 months	**3,286**	3,198
2 to 3 months	**3,739**	383
Over 3 months	**11,945**	14,222
	127,749	29,895

As at 30th June 2011, the trade payables of AcrossAsia Group included payables to certain related companies, which were directly or indirectly owned, controlled or influenced by the principal beneficial shareholders of the Company, of HK$80,776,000 (as at 31st December 2010: HK$3,536,000). The balances were unsecured, interest-free and payable principally in accordance with normal trading terms.

9. Capital commitments

The Company had no capital commitments as at 30th June 2011 and 31st December 2010.

10. Material changes

There were no material changes in status to the information relating to liquidity and financial resources, capital structure, commitments, charges on assets, derivative financial instruments, contingent liabilities and exposure to fluctuations in exchange rates of AcrossAsia Group disclosed in the Annual Report 2010 of the Company, save as mentioned in this Report.

11. Related party transactions

Significant related party transactions of AcrossAsia Group are summarised as follows:

	Six months ended 30th June	
	2011	2010
	HK$'000	*HK$'000*
Subscription fee income for cable television and data communications services:		
— PT Lippo Karawaci Tbk	**520**	498
— PT Jakarta Globe Media	**415**	—
— PT Visionet International	**451**	309
— PT Matahari Putra Prima Tbk	**907**	—
Insurance expense charged to:		
— PT Lippo General Insurance Tbk	**312**	194

12. Comparative figures

Certain comparative figures have been reclassified to conform to the Half-year Period's presentation. The new classification of the accounting items was considered to provide a more appropriate presentation of the state of affairs of AcrossAsia Group.

INTERIM DIVIDEND

The Directors do not recommend the payment of an interim dividend for the Half-year Period (2010: Nil).

FINANCIAL REVIEW

AcrossAsia Group's results for the Half-year Period were analysed as follows:

Turnover

AcrossAsia Group recorded an increase in revenue of 25.5% to HK$423.3 million compared to HK$337.1 million for the same period in 2010 which was mainly contributed by a rapid growth in number of Internet service subscribers and demand for data communications services.

Gross Profit

AcrossAsia Group's gross profit increased by 31.6% to HK$335.7 million from HK$255.1 million for the same period in 2010 mainly attributable to additional demand for services with realisation of economies of scale. The gross profit margin increased to 79.3% from 75.7% for the same period in 2010.

Profit from Operations

AcrossAsia Group recorded a loss from operations of HK$3.4 million compared to a profit of HK$47.5 million for the same period in 2010. It was mainly due to (i) recognition of a relatively smaller net foreign exchange gain of HK$18.0 million compared to HK$22.1 million for the corresponding period in 2010 and (ii) an increase in total operating expenses (excluding other income and expenses) of HK$359.8 million from HK$238.1 million for the same period in 2010 largely as a result of increase in salaries of HK$21.8 million, promotion costs of HK$7.0 million and rental charges of HK$10.8 million incurred for the purpose of the continuous expansion of the businesses of the Group. In addition, it incurred legal and professional fees of HK$46.8 million (2010: HK$16.7 million) for the transactions in respect of the disposal of certain interests in subsidiaries.

Loss attributable to Owners

AcrossAsia Group recorded a loss attributable to owners of the Company of HK$58.2 million compared to HK$1.5 million for the same period in 2010.

BUSINESS REVIEW

AcrossAsia Group through PT First Media Tbk ("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") recorded growth in their services. First Media Group is the only 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 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. Packages offered range from 1 Mbps to 20 Mbps with subscription fees starting from Rp195,000/month. With 20Mbps of unlimited access, First Media Group offers the fastest broadband Internet service in Indonesia. It has the unique opportunity to sell premium products to price insensitive customers by leveraging its exclusive access to high-end customer segments. First Media Group also takes care of children's Internet access needs by providing innovative and content-protected FastNet KIDS package.

HomeCable offers a total of 94 SD (standard definition) channels of local and international TV plus 6 HD (high definition) channels covering news, education, movies, lifestyle, entertainment, sports, music and kids channels. Packages offered include HomeCable Family, HomeCable Family Plus, HomeCable Ultimate, Sport Channels and attractive selection packs/add-ons with subscription fees starting from Rp60,000 per month, depending on the number of channels/selections. First Media Group was the first cable TV operator in Indonesia to offer HD programmes.

DataComm services provide excellent connectivity and availability for decision making process and business continuity. DataComm serves the demand from corporate customers for high reliability connection using the latest technology of fibre optic cable. The Metro Ethernet technology applied in the network backbone gives the corporate customers the very simple and flexible technology to adapt. Through its DataComm business, First Media Group is presently the market leading provider of high capacity and high speed data communications solutions to its commercial subscribers with cutting-edge technology in 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 nine years now.

During the Half-year Period, First Media Group continued focusing on improvement of its services and customer satisfaction in order to grow its customer base alongside its new rollout on the infrastructure to cover untapped areas. This has consummated in healthy growth of its customer base, a key and critical factor behind the success of any subscriber-based business model, strengthening of the dominance of its Triple-Play Megamedia services, as well as achievement of satisfactory operating results. First Media Group has implemented more aggressive marketing campaign to promote its service offerings and introduced more channels and packages to meet market needs.

First Media Group continued its second phase network coverage expansions. It has added over 46,000 home pass to its HFC network. As of 30th June 2011, its fiber optic cable reached over 4,200 km whilst its coaxial cable network reached over 5,200 km, passing more than 553,000 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. By the end of June 2011, the number of Cable TV subscribers and broadband Internet subscribers each reached over 182,000. First Media Group has been expanding into the most advanced wireless broadband operation after successful soft launch of its new high speed 4G WiMAX service "Sitra". The network already covers some prominent areas in West and South Jakarta.

In late June 2011, First Media Group completed the subscription by Asia Link group (part of the world class fund, CVC) of minority equity interests in PT Link Net and PT First Media Television and a bond issued by First Media for an aggregate price of approximately HK$2 billion (collectively the "CVC Transactions"). The CVC Transactions are expected to facilitate the growth ambitions of AcrossAsia Group and the funding requirements of First Media Group for their future expansion.

PROSPECTS

Indonesia continues to post strong economic growth with GDP growth for the first quarter of 2011 reaching 6.5% year-on-year in the light of optimism towards the country. This has made Indonesia one of the fastest growing economies in the world. With more than half of the population of 240 million people below 30 years of age and a rapidly expanding middle class, Indonesia offers highly lucrative market growth opportunities as evidenced by the continuous increase in the number of Internet users (estimated to have reached 80 million people in 2010). By capitalizing on the above positive factors, First Media Group, backed by its HFC network and CVC's participation, will focus on penetration of its core businesses via the Triple-play services and pursue new potential and lucrative areas of network expansion. First Media Group plans to offer more HD TV channels and make commercial launch of its WiMAX service in 2011. It expects to attract a sizeable number of WiMAX subscribers within its first operational year with an objective of significant growth in the next few years from 2011 by investing wisely in the WiMAX service to transform First Media Group into a Quadruple-Play service provider.

FINANCIAL RESOURCES AND CAPITAL STRUCTURE

During the Half-year Period, AcrossAsia Group financed its operations, acquired property, plant and equipment and repaid loans and debts with its internal resources and funds raised from First Media's disposal of certain interests in subsidiaries and issuance of bonds of HK$1,470.6 million and HK$652.2 million respectively. It utilised an aggregate amount of HK$1,296.9 million for the above activities but still retained cash and cash equivalents of HK$841.2 million as at 30th June 2011. It had current assets of HK$1,084.5 million as at 30th June 2011. Total interest-bearing borrowings including notes payable, finance lease payable and bonds payable reduced by HK$261.8 million to HK$841.8 million as at 30th June 2011 and were mainly denominated in Indonesian Rupiah and United States Dollars, with interest generally chargeable at market rates and maturity dates ranging from less than a year to 5 years. Certain interest-bearing borrowings were secured by the pledge of the Group's trade receivables.

During the Half-year Period, AcrossAsia Group implemented and is continuing to implement the following management plan to further improve its financial position: restructuring of current borrowings to long-term loans; enhancement of operational efficiency; procurement of long-term debt/equity financing; extension of the penetration of the Cable TV and other services; and exploration of new business opportunities. AcrossAsia Group's gearing ratio, representing total borrowings divided by equity attributable to owners of the Company, was 2.3 times as at 30th June 2011 compared to 22.3 times as at 30th June 2010. The accumulated losses of AcrossAsia Group also reduced to HK$106.5 million as at 30th June 2011 from HK$560.3 million as at 31st December 2010. The improvements in the aforesaid gearing ratio and accumulated losses were attributable to the completion of the CVC Transactions.

As a result of substantial operations in Indonesia, AcrossAsia Group has exposed foreign currency risk from borrowings denominated in Indonesian Rupiah and United States Dollars and funds received and spent mainly denominated in Indonesian Rupiah. During the Half-year Period, the foreign currency exposure had positive impact on AcrossAsia Group's results. AcrossAsia Group will continue to monitor and manage its foreign exchange exposure.

EMPLOYEES

As at 30th June 2011, AcrossAsia Group had approximately 670 employees. For the Half-year Period, the staff costs (including Directors' emoluments) were approximately HK$79.5 million. The remuneration, promotion and salary review of the employees are assessed based on job responsibilities, work performance, professional experiences and prevailing industry practices. AcrossAsia Group's employees in Hong Kong joined the Mandatory Provident Fund Scheme. Other benefits include share options to be granted under the share option scheme, incentive bonus and training schemes.

DISCLOSURE OF INTERESTS IN SECURITIES

Directors and Chief Executive

As at 30th June 2011, 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 June 2011, 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 ("Dr. Riady")	3,669,576,788	72.45
Madam Lidya SURYAWATY ("Madam Suryawaty")	3,669,576,788	72.45

Notes:

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 is the trustee of a discretionary trust, which was founded by Dr. Riady who does not have any interest in the shares of Lanius. The beneficiaries of the trust include his family members.

Dr. Riady and his wife, Madam Suryawaty, are taken to be interested in the shares of the Company under the provisions of the SFO.

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 June 2011, 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

The Company 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 June 2011.

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 Half-year Period. There was a chance that such businesses might have competed with AcrossAsia Group during the Half-year 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 three times this year.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SHARES

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

CHANGE IN INFORMATION OF DIRECTOR

Since the Annual Report 2010 of the Company, Mr. Thomas Yee Man LAW has been appointed as an independent non-executive director of Sage International Group Limited (listed on the Stock Exchange) with effect from 4th July 2011.

CODE ON CORPORATE GOVERNANCE PRACTICES

The Company has implemented measures to meet the Code on Corporate Governance Practices set out in Appendix 15 of the GEM Listing Rules (the "CG Code"). To the knowledge of the Directors, they consider that the Company has applied the principles of the CG Code and to a certain extent, of the recommended best practices thereof and are not aware of any non-compliance with the CG Code during the Half-year Period.

SECURITIES TRANSACTIONS BY THE DIRECTORS

The Company has adopted a code of conduct regarding securities transactions by the Directors on terms no less exacting than the required standard of dealings as set out in Rules 5.48 to 5.67 of the GEM Listing Rules. The Company, having made specific enquiry of all the Directors, was not aware of any non-compliance with the required standard of dealings and its code of conduct regarding securities transactions by the Directors during the Half-year Period.

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

Hong Kong, 9th August 2011