ASIAN PAY TELEVISION TRUST

SGX QUARTERLY REPORT
FOR THE QUARTER AND NINE MONTHS ENDED
30 SEPTEMBER 2021

Asian Pay Television Trust

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REPORT SUMMARY

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KEY HIGHLIGHTS

- Overall performance for the quarter ended 30 September 2021 was led by strong Broadband growth; Broadband subscribers increased by c.10,000, alongside higher ARPU; Broadband revenue improved in both S$ and NT$ for five consecutive quarters, compared to the pcp
- EBITDA higher at $46.2 million[1] for the quarter ended 30 September 2021 on the back of $75.5 million in revenue; EBITDA margin improved by 1.7 percentage points to 61.2%
- Steady increase in Premium digital cable TV and Broadband subscribers over the past 14 quarters more than offset Basic cable TV churn; total subscribers increased to c.1,234,000
- Capital expenditure decreased by 57.7% for the quarter
- All five of TBC's cable TV licences have been successfully renewed until 2029 and 2030
- Distribution of 0.25 cents per unit declared for the quarter; re-affirmed distribution guidance of 0.25 cents per unit for the fourth quarter of 2021
- Distribution guidance for 2022 to remain at 1.0 cent per unit

FINANCIAL HIGHLIGHTS

Asian Pay Television Trust ("APTT"[2]) reported stable revenue of $75.5 million and higher EBITDA of $46.2 million for the quarter ended 30 September 2021. For the nine months ended 30 September 2021, total revenue and EBITDA were $223.5 million and $136.8 million. EBITDA margin improved by 1.7 percentage points to 61.2% for the quarter and 1.4 percentage points to 61.2% for the nine months mainly driven by lower operating expenses.

Foreign exchange contributed to a positive variance of 3.6% for the quarter and 2.5% for the nine months compared to the prior corresponding period ("pcp"). In constant Taiwan dollar ("NT$"), total revenue decreased by 4.2% for the quarter and 5.7% for the nine months compared to the pcp mainly due to lower revenue generated from channel leasing. The absence of one-off basic cable TV revenue arising from the sale of certain in-house content to channel providers in the first quarter of 2020, as well as less airtime advertising sales recorded in the first quarter of 2021 also contributed to the lower revenue for the nine months in 2021.

Broadband recorded strong growth, with the number of subscribers increasing by c.10,000 during the quarter, alongside higher ARPU[3] which improved by NT$6 to NT$364 per month. Broadband revenue, which includes revenue from data backhaul, increased 15.8% and 12.2% for the quarter and 11.1% and 8.6% for the nine months in S$ and NT$, respectively, validating the success of TBC's Broadband growth strategy.

Together with the c.9,000 increase in Premium digital cable TV subscribers, TBC's total number of subscribers increased to c.1,234,000 as at 30 September 2021. The continued growth in Premium digital cable TV and Broadband subscribers over the past 14 quarters has consistently more than offset Basic cable TV churn.

Group	Quarter ended 30 September			Nine months ended 30 September		
Amounts in $'000	2021	2020	Variance[4] (%)	2021	2020	Variance[4] (%)
Revenue						
Basic cable TV	57,540	59,933	(4.0)	171,755	183,204	(6.2)
Premium digital cable TV	3,167	3,237	(2.2)	9,680	9,791	(1.1)
Broadband	14,752	12,742	15.8	42,065	37,868	11.1
Total revenue	**75,459**	**75,912**	**(0.6)**	**223,500**	**230,863**	**(3.2)**
Total operating expenses[5]	**(29,279)**	**(30,738)**	**4.7**	**(86,692)**	**(92,776)**	**6.6**
EBITDA	**46,180**	**45,174**	**2.2**	**136,808**	**138,087**	**(0.9)**
EBITDA margin	61.2%	59.5%		61.2%	59.8%	

[1] All figures, unless otherwise stated, are presented in Singapore dollars ("$").

[2] APTT refers to APTT and its subsidiaries taken as a whole.

[3] ARPU refers to Average Revenue Per User.

[4] A positive variance is favourable to the Group and a negative variance is unfavourable to the Group.

[5] Operating expenses presented here exclude one-time settlement of programming fees in 2020, depreciation and amortisation expense, net foreign exchange gain/loss and mark to market movements on foreign exchange contracts appearing in the consolidated statements of profit or loss on page 15, in order to arrive at EBITDA and EBITDA margin presented here.

Mr Brian McKinley, Chief Executive Officer of the Trustee-Manager said, *"Our Broadband growth strategy is yielding results, with continued growth in subscribers and revenue, which has been increasing for five consecutive quarters in both S$ and NT$ compared to the pcp. On Basic cable TV churn, we are seeing a slowdown while ARPU has shown some signs of stabilising. We are positioning ourselves to grow in a measured way. Over the long term, we aim for the growth in revenue from Broadband and new initiatives to more than offset the decline in Basic cable TV revenue. Apart from unlocking the potential of our data backhaul business, we will continue with our intensive marketing outreach to win subscribers from our main competitor – by stepping up our partnership programs with mobile operators to focus on the fixed-line Broadband only segment, and by offering higher speed plans at competitive prices."*

OPERATIONAL PERFORMANCE

TBC's[6] operational highlights for the quarter ended 30 September 2021 were as follows:

- **Basic cable TV:** Basic cable TV revenue of $57.5 million for the quarter, which comprised subscription revenue of $48.5 million and non-subscription revenue of $9.1 million, was down 4.0% on the pcp. In constant NT$, Basic cable TV revenue for the quarter decreased by 7.6% mainly due to lower revenue generated from channel leasing compared to the pcp. TBC's c.694,000 Basic cable TV RGUs[7] contributed an ARPU of NT$478 per month in the quarter to access over 100 cable TV channels. Basic cable TV RGUs decreased by c.4,000 and ARPU was marginally lower by NT$2 compared to the previous quarter ended 30 June 2021 (RGUs: c.698,000; ARPU: NT$480 per month). The decline in Basic cable TV RGUs was due to a number of factors including video piracy issues, competition from aggressively priced IPTV, the growing popularity of online video, as well as expectations from consumers for discounts as they compare with the lower cable TV pricing outside of TBC's five franchise areas, particularly in the Taipei region. Non-subscription revenue, comprising revenue from the leasing of television channels to third parties, the sale of airtime advertising and fees for the installation of set-top boxes, was lower than the pcp mainly due to lower revenue generated from channel leasing. The leasing of television channels, which is mainly to third-party home shopping networks, will continue to face pressures from lower demand for home shopping and heightened competition from internet retailing. These trends will continue to impact channel leasing revenue not just for TBC, but for the entire cable industry in Taiwan.

- **Premium digital cable TV:** Premium digital cable TV revenue of $3.2 million for the quarter ended 30 September 2021 was down 2.2% on the pcp. In constant NT$, Premium digital cable TV revenue for the quarter decreased by 5.8%. Revenue was generated predominantly from TBC's c.266,000 Premium digital cable TV RGUs each contributing an ARPU of NT$80 per month in the quarter for Premium digital cable TV packages and bundled DVR or DVR-only services. Premium digital cable TV RGUs increased by c.9,000 but ARPU was lower by NT$4 compared to the previous quarter ended 30 June 2021 (RGUs: c.257,000; ARPU: NT$84 per month) due to promotions and discounted bundled packages that were offered to generate new RGUs and to retain existing RGUs. Video piracy issues and aggressively priced IPTV have also impacted ARPU.

- **Broadband:** Despite the strong competition from mobile operators offering inexpensive unlimited data plans, Broadband RGUs increased by c.10,000 during the quarter, alongside an NT$6 improvement in ARPU. Broadband revenue of $14.8 million for the quarter ended 30 September 2021, which includes revenue from data backhaul, was up 15.8% on the pcp. In constant NT$, Broadband revenue for the quarter increased by 12.2%. Broadband revenue was generated predominantly from TBC's c.274,000 Broadband RGUs each contributing an ARPU of NT$364 per month in the quarter for high-speed Broadband services, an improvement compared to the previous quarter ended 30 June 2021 (RGUs: c.264,000; ARPU: NT$358 per month). The growth in both Broadband subscribers and ARPU reflected the success of TBC's Broadband marketing outreach to offer higher speeds at competitive prices to acquire new RGUs and re-contract existing RGUs.

[6] TBC refers to Taiwan Broadband Communications group.

[7] RGUs refer to Revenue Generating Units, another term for subscribers or subscriptions; the terms are used interchangeably.

As one of the two players that fully owns a distributed and dense underground fibre network in its five franchise areas, TBC remains on track to win data backhaul opportunities in Taiwan. Network investments are now past the peak, after increasing fibre density from an average of more than 750 end-homes per fibre node three years ago to less than 250 end-homes per fibre node today – removing network congestion and allowing data to be transmitted at higher speeds. This places TBC in a good position to support mobile operators in the build out of their 5G networks – multi-year investments that present opportunities for the Trust.

Mr McKinley explained, *"We remain an attractive partner to the mobile operators as we do not compete with them in the wireless space. Since introducing our data backhaul business three years ago, revenue from this business segment has been growing. In the next few years, we aim to reach a stage where data backhaul will add a meaningful income stream to our Broadband business."*

For the quarter and nine months ended 30 September 2021, capital expenditure decreased by 57.7% and 46.7%.

"We are future proofing our network with continued investments, increasing our fibre density by bringing down end homes per fibre node. However, as we are past the peak, investments will be lower than the last three years. In our industry, the ratio of capital expenditure to revenue is typically around 13% to 15%. So far, year to date, we have brought down our capital expenditure to around 11% of revenue. We will continue to manage our capital expenditure carefully, invest within normal industry standards and strengthen our balance sheet," added Mr McKinley.

The Trustee-Manager is pleased to report that the one remaining cable TV license that was due for renewal in 2021 has been successfully renewed until 2030. All five of TBC's cable TV licenses that were due for renewal in 2020 and 2021 have therefore been renewed. The next renewal period will be in 2029 and 2030.

On capital management, the Trustee-Manager aims to gradually bring down debt levels by using excess cash generated from operations to make debt repayments, subject to operating conditions. Discussions with lenders are underway to refinance the Onshore Facilities ahead of maturity. The Trustee-Manager is confident of successfully refinancing the Onshore Facilities within the next six months, with no impact on the distribution, subject to no material changes in planning assumptions.

OUTLOOK

While the Trustee-Manager does not expect growth in Basic cable TV RGUs due to Taiwan's saturated cable TV market, it expects the number of Premium digital cable TV and Broadband RGUs to continue increasing in 2021 and 2022. Total revenue will, however, be influenced by the ability to maintain ARPUs which will remain under pressure due to market dynamics. The decline in demand for home shopping and competition from internet retailing will continue to impact channel leasing revenue for the cable industry. Total operating expenses in 2021 are expected to be lower than 2020 mainly due to lower pole rental expenses, resulting from the reversal of additional pole rental expenses accrued in previous years, legal and professional fees and general and administrative expenses. Total operating expenses in 2022 are expected to be higher than 2021 mainly due to the benefit of pole rental expense reversals in 2021.

In the second quarter of 2021, one of TBC's programming vendors filed lawsuits against TBC claiming certain programming costs for 2020 amounting to NT$336m (approximately $16.2 million). TBC has a contract in place with a content agent, who acquires content from programming vendors on behalf of TBC. TBC has paid all of the programming costs for 2020 under its contract with its agent. The payment of programming costs has been recognised in the Group's income statement for the year ended 31 December 2020, as broadcast and production costs. However, the content agent has not made payment to the programming vendor in question that has filed the lawsuits.

TBC has formally reminded the content agent of its obligations. The Trustee-Manager is of the view that this matter is between the content agent and programming vendor. The Trustee-Manager believes that both parties will work towards reaching an agreement and that no material loss will accrue to the Group. No interruption of service is expected as a result of these lawsuits.

DISTRIBUTIONS

The Board of Directors of the Trustee-Manager (the “Board”) has declared an ordinary interim distribution of 0.25 cents per unit for the quarter ended 30 September 2021. The record date will be 16 December 2021 and the distribution will be paid on 23 December 2021.

The Board has re-affirmed the distribution guidance of 0.25 cents per unit for the fourth quarter of 2021, subject to no material changes in planning assumptions.

The Board has also provided distribution guidance for the year ending 31 December 2022. The distribution for 2022 is expected to remain at 1.0 cent per unit, to be paid in quarterly instalments of 0.25 cents per unit, subject to no material changes in planning assumptions.

IMPACT OF COVID-19

TBC operates in a relatively defensive industry, providing cable TV and fixed-line broadband services to local households in its five closely clustered franchise areas in northern and central Taiwan. Given the subscription-based nature of its business, the impact of the COVID-19 pandemic on TBC has been limited to date.

TBC activated its Business Continuity Plan (“BCP”) since the start of the virus outbreak in Taiwan. The BCP aims to protect the health and safety of all staff while minimising disruptions to its service delivery and overall operations. TBC has adhered to all regulations and guidelines from government authorities related to the containment of the virus, including split team arrangements, safe-distancing and encouraging staff to work from home, embrace good personal hygiene, and will continue to do so.

Likewise, the Trustee-Manager in Singapore has activated its BCP plan that adheres to the relevant regulations in Singapore.

Additional expenses incurred to implement COVID-19 related measures during the year ended 31 December 2020 were not material. While some additional expenses are expected to be incurred to implement COVID-19 related measures in 2021, they are not expected to be material.

While the COVID-19 outbreak in Taiwan has been relatively contained as compared to other countries, Taiwan’s outlook remains uncertain as the expected downturn in other countries will invariably have an impact on Taiwan’s export-driven economy and GDP growth. A significant and prolonged deterioration in the national GDP, disposable income or overall economic conditions could in turn adversely affect TBC’s ability to grow or maintain revenues, and its financial position.

The Trustee-Manager will continue to:

- monitor developments of COVID-19 and their related impact on operations; and
- exercise prudence, manage its operational and capital expenditure and strengthen APTT’s debt management programme. A stronger balance sheet will provide APTT with the flexibility to navigate and compete more effectively in today’s uncertain economic climate.

PERFORMANCE REVIEW OF ASIAN PAY TELEVISION TRUST

INTRODUCTION

ABOUT APTT

Asian Pay Television Trust ("APTT" or the "Trust") is a business trust constituted on 30 April 2013 under the laws of the Republic of Singapore and registered under Chapter 31A of the Business Trusts Act ("BTA"). APTT is managed by APTT Management Pte. Limited (the "Trustee-Manager"). The Trustee-Manager is a wholly owned subsidiary of Dynami Vision Pte. Ltd. ("Dynami"), which is a Singapore-incorporated company. Dynami is fully owned by Mr Lu Fang-Ming, the Chairman of Asia Pacific Telecom Co., Ltd.

APTT was admitted to the Main Board of the Singapore Exchange Securities Trading Limited ("SGX-ST") and was listed on the SGX-ST on 29 May 2013. APTT is the first listed business trust in Asia focused on pay-TV and broadband businesses. APTT has approximately 10,600 unitholders as at 30 September 2021, including retail investors and some of the world's foremost institutional investors.

APTT's investment mandate is to acquire controlling interests in and to own, operate and maintain mature, cash generative pay-TV and broadband businesses in Taiwan, Hong Kong, Japan and Singapore.

SOLE ASSET

As at the date of this report, APTT's portfolio comprised its sole investment, Taiwan Broadband Communications group ("TBC"). Established in 1999, TBC is a leading cable operator in Taiwan. TBC's vision is to provide seamless access to the most compelling and competitive suite of media and communication products and services in Taiwan.

TBC owns 100% of the advanced hybrid fibre coaxial cable network in its five closely clustered franchise areas in northern and central Taiwan with network coverage of more than 1.2 million homes. Through this network, TBC delivers Basic cable TV, Premium digital cable TV and high-speed fixed-line Broadband services to subscribers in these areas. TBC has more than 1.2 million RGUs across its subscriber base, providing them the choice from over 175 channels of exciting local and international content on its digital TV platforms and a full range of quality high-speed broadband access packages with speeds ranging up to 1 Gbps.

DISTRIBUTION POLICY

Distributions will be declared and paid in Singapore dollars. Any proposed distributions by the Trust will be paid from its residual cash flows ("distributable free cash flows"). These cash flows are derived from dividends and principal and interest payments (net of applicable taxes and expenses) received by the Trust from the entities held within the Group. In addition, any other cash received by the Trust from the entities held within the Group also contribute towards distributable free cash flows.

The distributable free cash flows available to the Trust are after any cash required to: (i) pay the operating expenses of the Trust, including the Trustee-Manager's fees, (ii) repay principal amounts (including any premium or fee) under any debt or financing arrangement of the Trust, (iii) pay interest or any other financing expense on any debt or financing arrangement of the Trust, (iv) provide for the cash flow needs of the Trust or to ensure that the Trust has sufficient funds and/or financing resources to meet the short-term liquidity needs of the Trust and (v) provide for the cash needs of the Trust for capital expenditure purposes.

The Trust intends to distribute 100% of its distributable free cash flows.

Distributions will be made on a quarterly basis, with the amount calculated as at 31 March, 30 June, 30 September and 31 December each year for the three-month period ending on each of the said dates. The Trustee-Manager will pay the distributions no later than 90 days after the end of each distribution period.

TAXATION

Taxation of the Trust

The Trust is a business trust registered with the Monetary Authority of Singapore ("MAS") under the BTA. The Trust is liable to Singapore income tax on income accruing in or derived from Singapore (i.e. Singapore sourced income) and unless otherwise exempt, income derived from outside Singapore which is received or deemed to have been received in Singapore (i.e. foreign sourced income). Foreign sourced dividends received by the Trust would only be subject to Singapore income tax when received in Singapore or deemed received in Singapore, subject to certain exemptions. Subject to meeting certain stipulated conditions and reporting obligations, the Trust has obtained an exemption under Section 13(12) of the Income Tax Act, Chapter 134 of Singapore ("Income Tax Act") on dividend income received by the Trust from the Bermuda holding companies after its listing on the SGX-ST. Specifically, the Trust will be exempt from tax on dividends from the Bermuda holding companies that originate from dividends and interest paid out of underlying profits from substantive cable and broadband business activities carried out in Taiwan.

Taxation of the unitholders

Pursuant to Section 13(1)(zg) of the Income Tax Act, distributions by the Trust are tax-exempt and are therefore not subject to Singapore income tax in the hands of unitholders. The distributions are also not subject to Singapore withholding tax.

The tax exemption is given to all unitholders, regardless of their nationality, corporate identity or tax residence status. Unitholders are not entitled to tax credits for any taxes paid by the Trustee-Manager.

The Trust does not give tax advice and recommends that all unitholders obtain their own tax advice in relation to their ownership of APTT units and distribution payments.

SELECTED FINANCIAL INFORMATION AND OPERATING DATA

The selected financial information and operating data presented on the following pages support the distributions to unitholders and therefore are key financial and operating metrics that the Trustee-Manager focuses on to review the amount of distributions that will be paid to unitholders. Some of the selected financial information includes non-IFRS measures.

Non-IFRS measures

EBITDA and EBITDA margin are supplemental financial measures of the Group's performance and liquidity and are not required by, or presented in accordance with International Financial Reporting Standards ("IFRS") or any other generally accepted accounting principles. Furthermore, EBITDA and EBITDA margin are not measures of financial performance or liquidity under IFRS or any other generally accepted accounting principles and should not be considered as alternatives to net income, operating income or any other performance measures derived in accordance with IFRS or any other generally accepted accounting principles. EBITDA and EBITDA margin may not reflect all of the financial and operating results and requirements of the Group. In particular, EBITDA and EBITDA margin do not reflect the Group's needs for capital expenditures, debt servicing or additional capital that may be required to replace assets that are fully depreciated or amortised. Other companies may calculate EBITDA and EBITDA margin differently, limiting their usefulness as comparative measures.

The Trustee-Manager believes that these supplemental financial measures facilitate operating performance comparisons for the Group from period to period by eliminating potential differences caused by variations in capital structures (affecting interest expense), tax positions (such as the impact on periods of changes in effective tax rates or net operating losses) and the age and book depreciation of tangible assets (affecting relative depreciation expense). In particular, EBITDA eliminates the non-cash depreciation expense that arises from the capital-intensive nature of the Group's businesses and intangible assets recognised in business combinations. The Trustee-Manager presents these supplemental financial measures because it believes these measures are frequently used by securities analysts and investors in evaluating similar issuers.

SELECTED FINANCIAL INFORMATION

Group[1] Amounts in $'000	Note[2]	Quarter ended 30 September 2021	2020	Variance[3] (%)	Nine months ended 30 September 2021	2020	Variance[3] (%)
Revenue							
Basic cable TV	22(i)	57,540	59,933	(4.0)	171,755	183,204	(6.2)
Premium digital cable TV	22(ii)	3,167	3,237	(2.2)	9,680	9,791	(1.1)
Broadband	22(iii)	14,752	12,742	15.8	42,065	37,868	11.1
Total revenue		**75,459**	**75,912**	**(0.6)**	**223,500**	**230,863**	**(3.2)**
Operating expenses[4]							
Broadcast and production costs	23(i)	(14,343)	(14,206)	(1.0)	(42,586)	(42,141)	(1.1)
Staff costs	23(ii)	(8,302)	(7,324)	(13.4)	(21,430)	(22,914)	6.5
Trustee-Manager fees	23(iv)	(1,855)	(1,850)	(0.3)	(5,504)	(5,509)	0.1
Other operating expenses	23(vii)	(4,779)	(7,358)	35.1	(17,172)	(22,212)	22.7
Total operating expenses		**(29,279)**	**(30,738)**	**4.7**	**(86,692)**	**(92,776)**	**6.6**
EBITDA		**46,180**	**45,174**	**2.2**	**136,808**	**138,087**	**(0.9)**
EBITDA margin[5]		61.2%	59.5%		61.2%	59.8%	
Profit after income tax[6]		**4,579**	**4,483**	**2.1**	**19,706**	**15,406**	**27.9**
Capital expenditure							
Maintenance		3,520	5,552	36.6	12,040	14,098	14.6
Network, Broadband and other		3,633	11,368	68.0	11,512	30,078	61.7
Total capital expenditure		**7,153**	**16,920**	**57.7**	**23,552**	**44,176**	**46.7**
Maintenance capital expenditure as a % of revenue		**4.7**	**7.3**		**5.4**	**6.1**	
Total capital expenditure as a % of revenue		**9.5**	**22.3**		**10.5**	**19.1**	
Income tax paid, net of refunds		(2,409)	(3,431)	29.8	(6,011)	(7,080)	15.1
Interest and other finance costs paid[7]		(12,591)	(11,497)	(9.5)	(34,844)	(36,601)	4.8

1 Group refers to APTT and its subsidiaries taken as a whole.

2 The above selected financial information should be read in conjunction with the accompanying notes.

3 A positive variance is favourable to the Group and a negative variance is unfavourable to the Group.

4 Operating expenses presented here exclude one-time settlement of programming fees in 2020, depreciation and amortisation expense, net foreign exchange gain/loss and mark to market movements on foreign exchange contracts appearing in the consolidated statements of profit or loss on page 15, in order to arrive at EBITDA and EBITDA margin presented here.

5 EBITDA margin is a non-IFRS financial measure and is calculated by dividing EBITDA by total revenue.

6 Profit/loss after income tax is calculated in accordance with IFRS on page 15. Refer to page 23 for reconciliation of net profit/loss to EBITDA.

7 Interest and other finance costs paid were higher during the quarter ended 30 September 2021 mainly due to an increase in interest margin on onshore loans resulting from a higher leverage ratio at the TBC level, compared to the pcp.

SELECTED OPERATING DATA

Group	As at				
	2021			2020	
	30 September	30 June	31 March	31 December	30 September
RGUs ('000)					
Basic cable TV	694	698	703	709	716
Premium digital cable TV	266	257	250	244	235
Broadband	274	264	255	250	248

Group	Quarter ended				
	2021			2020	
	30 September	30 June	31 March	31 December	30 September
ARPU[1] (NT$ per month)					
Basic cable TV	478	480	489	482	482
Premium digital cable TV	80	84	86	90	95
Broadband	364	358	355	356	355
AMCR[2] (%)					
Basic cable TV	(0.5)	(0.6)	(0.6)	(0.7)	(0.6)
Premium digital cable TV	(0.9)	(1.1)	(1.0)	(1.2)	(1.4)
Broadband	(0.7)	(0.7)	(0.7)	(0.9)	(0.9)

[1] Average Revenue Per User ("ARPU") is calculated by dividing the subscription revenue for Basic cable TV or Premium digital cable TV or Broadband, as applicable, by the average number of RGUs for that service during the period.

[2] Average Monthly Churn Rate ("AMCR") is calculated by dividing the total number of churned RGUs for a particular service during a period by the number of RGUs for that service as at the beginning of that period. The total number of churned RGUs for a particular service for a period is calculated by adding together all deactivated subscriptions, including deactivations caused by failure to make payments for that service from the billing system for the period.

REVIEW OF SELECTED FINANCIAL INFORMATION AND OPERATING DATA

(i) Revenue

Total revenue for the quarter ended 30 September 2021 was $75.5 million (30 September 2020: $75.9 million). Total revenue for the nine months ended 30 September 2021 was $223.5 million (30 September 2020: $230.9 million). Total revenue for the quarter and nine months was 0.6% and 3.2% lower than the pcp; in constant NT$, total revenue decreased by 4.2% for the quarter and 5.7% for the nine months compared to the pcp mainly due to lower revenue generated from channel leasing. The absence of one-off basic cable TV revenue arising from the sale of certain in-house content to channel providers in the first quarter of 2020, as well as less airtime advertising sales recorded in the first quarter of 2021 also contributed to the lower revenue for the nine months in 2021. Foreign exchange contributed to a positive variance of 3.6% for the quarter and 2.5% for the nine months compared to the pcp. Total revenue was influenced by a number of factors, including the continued challenges in the economic and operating environment.

(ii) Operating expenses

Total operating expenses of $29.3 million for the quarter ended 30 September 2021 were 4.7% lower than the pcp (30 September 2020: $30.7 million). Total operating expenses of $86.7 million for the nine months ended 30 September 2021 were 6.6% lower than the pcp (30 September 2020: $92.8 million). Total operating expenses were lower compared to the pcp mainly due to lower pole rental expenses, resulting from reversal of additional pole rental expenses accrued in previous years, legal and professional fees and general and administrative expenses.

(iii) EBITDA and EBITDA Margin

EBITDA of $46.2 million for the quarter ended 30 September 2021 was 2.2% higher than the pcp (30 September 2020: $45.2 million). EBITDA margin for the quarter of 61.2% was higher than the pcp (30 September 2020: 59.5%).

EBITDA of $136.8 million for the nine months ended 30 September 2021 was 0.9% lower than the pcp (30 September 2020: $138.1 million). EBITDA margin for the nine months of 61.2% was higher than the pcp (30 September 2020: 59.8%).

(iv) Capital expenditure

Total capital expenditure of $7.2 million for the quarter ended 30 September 2021 was 57.7% lower than the pcp (30 September 2020: $16.9 million) and $23.6 million for the nine months ended 30 September 2021 was 46.7% lower than the pcp (30 September 2020: $44.2 million). Total capital expenditure as a percentage of revenue was 9.5% for the quarter (30 September 2020: 22.3%) and 10.5% for the nine months (30 September 2020: 19.1%).

Capital expenditure has been trending down. Total capital expenditure for the quarter and nine months was lower than the pcp because of lower capital expenditure being incurred on maintenance, network, broadband and other capital expenditure compared to the pcp. Capital expenditure is expected to continue to be lower than the level of the last few years as fibre investments are past their peak and TBC is exercising extra prudence. The level of capital expenditure will be closely monitored to focus on areas that will have the best potential in generating growth and sustainability for the long term.

The deployment of fibre deeper into the network continues to be a key investment initiative as it will increase network capacity and speed to drive future growth. This investment is key to driving the Broadband business, positioning APTT to benefit from supporting mobile operators in their network rollouts and to pursue other opportunities for the long-term success of the Trust.

TBC's network is already providing data backhaul to a few mobile operators. With continued wireless network development, data backhaul through TBC's network is expected to add a meaningful income stream to our Broadband business within the next few years as mobile operators tap into TBC's superior network for their network rollouts.

Capital expenditure comprised the following:

- Maintenance capital expenditure to support TBC's existing infrastructure and business.
- Network, Broadband and other capital expenditure include items related to expanding the fibre network such as cabling, additional equipment to upgrade the headends, backbone and fibre nodes, DOCSIS and GPON deployments for higher speed customers, high-speed broadband modems and cable line extensions for new buildings.

ASIAN PAY TELEVISION TRUST

INTERIM FINANCIAL STATEMENTS FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2021

STATEMENTS OF FINANCIAL POSITION

Financial statements of the Trust include the results and balances of the parent only, i.e. APTT. Financial statements of the Group include balances from all entities that are controlled by APTT. The material additional balances are in respect of TBC.

Amounts in $'000	Note[1]	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Assets					
Current assets					
Cash and cash equivalents	5	150,068	96,996	1,863	3,387
Trade and other receivables	6	14,612	14,434	-	-
Derivative financial instruments	10	157	322	157	322
Contract costs	11	1,238	1,111	-	-
Other assets	12	1,757	1,412	346	72
		167,832	**114,275**	**2,366**	**3,781**
Non-current assets					
Investment in subsidiaries	7	-	-	1,387,351	1,387,351
Property, plant and equipment	8	305,335	330,490	-	2
Intangible assets	9	2,591,283	2,509,476	-	-
Derivative financial instruments	10	23	144	23	144
Contract costs	11	431	357	-	-
Other assets	12	1,053	1,071	2	2
		2,898,125	**2,841,538**	**1,387,376**	**1,387,499**
Total assets		**3,065,957**	**2,955,813**	**1,389,742**	**1,391,280**
Liabilities					
Current liabilities					
Borrowings from financial institutions	13	70,313	190,874	-	-
Derivative financial instruments	10	1,509	5,269	335	895
Trade and other payables	14	38,951	23,550	1,855	3,699
Contract liabilities	15	36,127	33,949	-	-
Retirement benefit obligations	16	1,525	1,483	-	-
Income tax payable	24	4,041	6,109	-	-
Other liabilities	18	22,983	27,903	141	181
		175,449	**289,137**	**2,331**	**4,775**
Non-current liabilities					
Borrowings from financial institutions	13	1,495,166	1,337,314	-	-
Derivative financial instruments	10	185	142	185	142
Retirement benefit obligations	16	9,969	9,852	-	-
Deferred tax liabilities	17	107,787	97,948	-	-
Other liabilities	18	27,577	29,527	-	-
		1,640,684	**1,474,783**	**185**	**142**
Total liabilities		**1,816,133**	**1,763,920**	**2,516**	**4,917**
Net assets		**1,249,824**	**1,191,893**	**1,387,226**	**1,386,363**
Equity					
Unitholders' funds	19	1,389,351	1,389,351	1,389,351	1,389,351
Reserves	20	223,234	166,927	-	-
Accumulated deficit		(365,138)	(366,719)	(2,125)	(2,988)
Equity attributable to unitholders of APTT		**1,247,447**	**1,189,559**	**1,387,226**	**1,386,363**
Non-controlling interests	21	2,377	2,334	-	-
Total equity		**1,249,824**	**1,191,893**	**1,387,226**	**1,386,363**

[1] The above statements of financial position should be read in conjunction with the accompanying notes.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

Group		Quarter ended 30 September			Nine months ended 30 September		
Amounts in $'000	Note[1]	2021 (Unaudited)	2020 (Unaudited)	Variance[2] (%)	2021 (Unaudited)	2020 (Unaudited)	Variance[2] (%)
Revenue							
Basic cable TV	22(i)	57,540	59,933	(4.0)	171,755	183,204	(6.2)
Premium digital cable TV	22(ii)	3,167	3,237	(2.2)	9,680	9,791	(1.1)
Broadband	22(iii)	14,752	12,742	15.8	42,065	37,868	11.1
Total revenue		**75,459**	**75,912**	**(0.6)**	**223,500**	**230,863**	**(3.2)**
Operating expenses							
Broadcast and production costs	23(i)	(14,343)	(14,206)	(1.0)	(42,586)	(42,141)	(1.1)
Settlement of programming fees[3]	23(i)	-	-	-	-	(5,360)	100
Staff costs[4]	23(ii)	(8,302)	(7,324)	(13.4)	(21,430)	(22,914)	6.5
Depreciation and amortisation expense	23(iii)	(22,526)	(22,524)	(0.0)	(69,030)	(66,126)	(4.4)
Trustee-Manager fees	23(iv)	(1,855)	(1,850)	(0.3)	(5,504)	(5,509)	0.1
Net foreign exchange gain[5]	23(v)	131	162	(19.1)	616	998	(38.3)
Mark to market gain/(loss) on derivative financial instruments[6]	23(vi)	151	673	(77.6)	(402)	(2,018)	80.1
Other operating expenses[7]	23(vii)	(4,779)	(7,358)	35.1	(17,172)	(22,212)	22.7
Total operating expenses		**(51,523)**	**(52,427)**	**1.7**	**(155,508)**	**(165,282)**	**5.9**
Operating profit		**23,936**	**23,485**	**1.9**	**67,992**	**65,581**	**3.7**
Amortisation of deferred arrangement fees	23(viii)	(889)	(930)	4.4	(2,914)	(2,705)	(7.7)
Interest and other finance costs[8]	23(ix)	(12,604)	(11,395)	(10.6)	(34,998)	(36,229)	3.4
Profit before income tax		**10,443**	**11,160**	**(6.4)**	**30,080**	**26,647**	**12.9**
Income tax expense[9]	24	(5,864)	(6,677)	12.2	(10,374)	(11,241)	7.7
Profit after income tax		**4,579**	**4,483**	**2.1**	**19,706**	**15,406**	**27.9**
Profit after income tax attributable to:							
Unitholders of APTT		4,492	4,404	2.0	19,462	15,174	28.3
Non-controlling interests		87	79	10.1	244	232	5.2
Profit after income tax		**4,579**	**4,483**	**2.1**	**19,706**	**15,406**	**27.9**
Basic and diluted earnings per unit attributable to unitholders of APTT (cents)[10]	26	**0.25**	**0.24**		**1.08**	**0.96**	

1 The above consolidated statements of profit or loss should be read in conjunction with the accompanying notes.
2 A positive variance is favourable to the Group and a negative variance is unfavourable to the Group.
3 Represent a one-time programming cost in 2020 following final negotiations between TBC and the agent. Refer Note 23(i) for more details.
4 Increase in staff costs for the quarter was mainly due to higher staff costs in constant dollar terms. Refer Note 23(ii) for more details.
5 Variance in net foreign exchange gain is mainly due to translations at the subsidiary level which are not expected to be realised. Refer Note 23(v) for more details.
6 Variance in mark to market gain/(loss) on derivative financial instruments was due to exchange rate movements on foreign exchange contracts. Refer Note 23(vi) for more details.
7 Variance in other operating expenses was mainly due to extra prudence and tighter cost management. Refer Note 23(vii) for more details.
8 Interest and other finance costs were higher during the quarter ended 30 September 2021 mainly due to an increase in interest margin on onshore loans resulting from a higher leverage ratio at the TBC level, compared to the pcp.
9 Variance in income tax expense for the quarter was mainly due to lower current income tax and withholding tax expense. Refer Note 24 for more details.
10 Earnings per unit is calculated by dividing profit/loss after income tax attributable to unitholders of APTT by the weighted average number of APTT units outstanding during the period.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Group	Quarter ended 30 September			Nine months ended 30 September		
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	Variance[1] (%)	2021 (Unaudited)	2020 (Unaudited)	Variance[1] (%)
Profit after income tax	**4,579**	**4,483**	**2.1**	**19,706**	**15,406**	**27.9**
Other comprehensive income/(loss)						
Items that may subsequently be reclassified to profit or loss:						
Exchange differences on translation of foreign operations	18,906	(4,396)	>100	49,343	65,803	(25.0)
Unrealised movement on change in fair value of cash flow hedging financial instruments	844	1,748	(51.7)	3,289	(1,564)	>100
Deferred tax relating to items that may subsequently be reclassified to profit or loss	(169)	(349)	51.6	(658)	313	(>100)
Other comprehensive income/(loss), net of tax	**19,581**	**(2,997)**	**>100**	**51,974**	**64,552**	**(19.5)**
Total comprehensive income	**24,160**	**1,486**	**>100**	**71,680**	**79,958**	**(10.4)**
Total comprehensive income attributable to:						
Unitholders of APTT	24,073	1,407	>100	71,436	79,726	(10.4)
Non-controlling interests	87	79	10.1	244	232	5.2
Total comprehensive income	**24,160**	**1,486**	**>100**	**71,680**	**79,958**	**(10.4)**

[1] A positive variance is favourable to the Group and a negative variance is unfavourable to the Group.

The above consolidated statements of profit or loss and other comprehensive income should be read in conjunction with the accompanying notes.

STATEMENTS OF CHANGES IN EQUITY

Group (Unaudited) Amounts in $'000	Unitholders' funds	Reserves	Accumulated deficit	Equity attributable to unitholders of APTT	Non-controlling interests	Total equity
Balance as at 1 January 2021	**1,389,351**	**166,927**	**(366,719)**	**1,189,559**	**2,334**	**1,191,893**
Total comprehensive income						
Profit after income tax	-	-	19,462	19,462	244	19,706
Other comprehensive income, net of tax	-	51,974	-	51,974	-	51,974
Total	**-**	**51,974**	**19,462**	**71,436**	**244**	**71,680**
Transactions with unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	(51)	(51)
Transfer to capital reserves	-	4,333	(4,333)	-	-	-
Distributions paid	-	-	(13,548)	(13,548)	(150)	(13,698)
Total	**-**	**4,333**	**(17,881)**	**(13,548)**	**(201)**	**(13,749)**
Balance as at 30 September 2021	**1,389,351**	**223,234**	**(365,138)**	**1,247,447**	**2,377**	**1,249,824**

Group (Unaudited) Amounts in $'000	Unitholders' funds	Reserves	Accumulated deficit	Equity attributable to unitholders of APTT	Non-controlling interests	Total equity
Balance as at 1 July 2021	**1,389,351**	**203,653**	**(365,114)**	**1,227,890**	**2,291**	**1,230,181**
Total comprehensive income						
Profit after income tax	-	-	4,492	4,492	87	4,579
Other comprehensive income, net of tax	-	19,581	-	19,581	-	19,581
Total	**-**	**19,581**	**4,492**	**24,073**	**87**	**24,160**
Transactions with unitholders, recognised directly in equity						
Distributions paid	-	-	(4,516)	(4,516)	(1)	(4,517)
Total	**-**	**-**	**(4,516)**	**(4,516)**	**(1)**	**(4,517)**
Balance as at 30 September 2021	**1,389,351**	**223,234**	**(365,138)**	**1,247,447**	**2,377**	**1,249,824**

The above statements of changes in equity should be read in conjunction with the accompanying notes.

Group (Unaudited) Amounts in $'000	Unitholders' funds	Reserves	Accumulated deficit	Equity attributable to unitholders of APTT	Non-controlling interests	Total equity
Balance as at 1 January 2020	**1,343,851**	**100,388**	**(362,187)**	**1,082,052**	**2,478**	**1,084,530**
Total comprehensive income						
Profit after income tax	-	-	15,174	15,174	232	15,406
Other comprehensive income, net of tax	-	64,552	-	64,552	-	64,552
Total	**-**	**64,552**	**15,174**	**79,726**	**232**	**79,958**
Transactions with unitholders, recognised directly in equity						
Units issued against settlement of management fees to Trustee-Manager	500	-	-	500	-	500
Issuance of Rights Units	45,000	-	-	45,000	-	45,000
Settlement of transactions with non-controlling interests	-	-	-	-	(104)	(104)
Transfer to capital reserves	-	4,170	(4,170)	-	-	-
Distributions paid	-	-	(13,186)	(13,186)	(297)	(13,483)
Total	**45,500**	**4,170**	**(17,356)**	**32,314**	**(401)**	**31,913**
Balance as at 30 September 2020	**1,389,351**	**169,110**	**(364,369)**	**1,194,092**	**2,309**	**1,196,401**

Group (Unaudited) Amounts in $'000	Unitholders' funds	Reserves	Accumulated deficit	Equity attributable to unitholders of APTT	Non-controlling interests	Total equity
Balance as at 1 July 2020	**1,389,351**	**172,107**	**(364,258)**	**1,197,200**	**2,283**	**1,199,483**
Total comprehensive (loss)/income						
Profit after income tax	-	-	4,404	4,404	79	4,483
Other comprehensive loss, net of tax	-	(2,997)	-	(2,997)	-	(2,997)
Total	**-**	**(2,997)**	**4,404**	**1,407**	**79**	**1,486**
Transactions with unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	(53)	(53)
Distributions paid	-	-	(4,515)	(4,515)	-	(4,515)
Total	**-**	**-**	**(4,515)**	**(4,515)**	**(53)**	**(4,568)**
Balance as at 30 September 2020	**1,389,351**	**169,110**	**(364,369)**	**1,194,092**	**2,309**	**1,196,401**

The above statements of changes in equity should be read in conjunction with the accompanying notes.

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated deficit	Total equity
Balance as at 1 January 2021	**1,389,351**	**(2,988)**	**1,386,363**
Total comprehensive income			
Profit after income tax	-	14,411	14,411
Total	**-**	**14,411**	**14,411**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(13,548)	(13,548)
Total	**-**	**(13,548)**	**(13,548)**
Balance as at 30 September 2021	**1,389,351**	**(2,125)**	**1,387,226**

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated deficit	Total equity
Balance as at 1 July 2021	**1,389,351**	**(548)**	**1,388,803**
Total comprehensive income			
Profit after income tax	-	2,939	2,939
Total	**-**	**2,939**	**2,939**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(4,516)	(4,516)
Total	**-**	**(4,516)**	**(4,516)**
Balance as at 30 September 2021	**1,389,351**	**(2,125)**	**1,387,226**

The above statements of changes in equity should be read in conjunction with the accompanying notes.

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated (deficit)/surplus	Total equity
Balance as at 1 January 2020	**1,343,851**	**(752)**	**1,343,099**
Total comprehensive income			
Profit after income tax	-	14,958	14,958
Total	**-**	**14,958**	**14,958**
Transactions with unitholders, recognised directly in equity			
Units issued against settlement of management fees to Trustee-Manager	500	-	500
Issuance of Rights Units	45,000	-	45,000
Distributions paid	-	(13,186)	(13,186)
Total	**45,500**	**(13,186)**	**32,314**
Balance as at 30 September 2020	**1,389,351**	**1,020**	**1,390,371**

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated (deficit)/surplus	Total equity
Balance as at 1 July 2020	**1,389,351**	**(750)**	**1,388,601**
Total comprehensive income			
Profit after income tax	-	6,285	6,285
Total	**-**	**6,285**	**6,285**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(4,515)	(4,515)
Total	**-**	**(4,515)**	**(4,515)**
Balance as at 30 September 2020	**1,389,351**	**1,020**	**1,390,371**

The above statements of changes in equity should be read in conjunction with the accompanying notes.

DETAIL OF CHANGES IN UNITHOLDERS' FUNDS

Trust Number of units in '000	Quarter ended 30 September 2021	 2020	Nine months ended 30 September 2021	 2020
At beginning of the quarter/period	**1,806,355**	**1,806,355**	**1,806,355**	**1,442,128**
Units issued against settlement of management fees to Trustee-Manager	-	-	-	2,956
Issuance of Rights Units	-	-	-	361,271
At end of the quarter/period	**1,806,355**	**1,806,355**	**1,806,355**	**1,806,355**

Trust Amounts in $'000	Quarter ended 30 September 2021 (Unaudited)	 2020 (Unaudited)	Nine months ended 30 September 2021 (Unaudited)	 2020 (Unaudited)
At beginning of the quarter/period	**1,389,351**	**1,389,351**	**1,389,351**	**1,343,851**
Units issued against settlement of management fees to Trustee-Manager	-	-	-	500
Issuance of Rights Units	-	-	-	46,243
Less: Rights Issue expenses	-	-	-	(1,243)
At end of the quarter/period	**1,389,351**	**1,389,351**	**1,389,351**	**1,389,351**

On 10 January 2020, APTT issued 2,955,468 units to the Trustee-Manager at a price of $0.1692 per unit, for payment of $0.5 million, out of the total $3.9 million Trustee-Manager base fees for the six-month period from 1 July 2019 to 31 December 2019. The issue price per unit was based on APTT's volume weighted average price for a unit for all trades done on the SGX-ST in the ordinary course of trading on the SGX-ST for the ten business days immediately prior to the date of issue.

APTT completed a renounceable non-underwritten Rights Issue (the "Rights Issue") with the listing of and quotation for the 361,270,970 Rights Units (the "Rights Units") on 26 June 2020. All 361,270,970 Rights Units pursuant to the Rights Issue were issued on 25 June 2020 at an issue price of $0.128 per unit and the Rights Units were listed, quoted and traded on the Main Board of the SGX-ST with effect from 9.00 a.m. on 26 June 2020. Following the allotment and issue of the Rights Units, the total number of issued units in APTT increased to 1,806,354,850.

The total gross proceeds of approximately $46.2 million raised from the Rights Issue have been fully utilised as disclosed in an announcement dated 30 June 2020, as (i) $45.0 million for partial repayment of the Offshore Facilities; and (ii) $1.2 million for payment of the expenses incurred in connection with the Rights Issue. No amount has been used for working capital purposes.

With reference to paragraphs 1(d)(ii), 1(d)(iv) and 1(d)(v) of Appendix 7.2 of the SGX-ST Listing Manual, the Trustee-Manager confirms that for the quarters and nine months ended 30 September 2021 and 2020, the Trust did not have any convertible securities, treasury units or subsidiary holdings on issue.

CONSOLIDATED STATEMENTS OF CASH FLOWS

Group	Quarter ended 30 September		Nine months ended 30 September	
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Unaudited)
Cash flows from operating activities				
Profit after income tax	**4,579**	**4,483**	**19,706**	**15,406**
Adjustments for:				
Depreciation and amortisation expense	22,526	22,524	69,030	66,126
Net foreign exchange loss/(gain)	59	(489)	(292)	(2,433)
Gain on lease modification	-	-	(18)	-
Mark to market (gain)/loss on derivative financial instruments	(151)	(673)	402	2,018
Amortisation of deferred arrangement fees	889	930	2,914	2,705
Interest and other finance costs	12,604	11,395	34,998	36,229
Income tax expense	5,864	6,677	10,374	11,241
Settlement of management fees in units to Trustee-Manager	-	-	-	500
Operating cash flows before movements in working capital	**46,370**	**44,847**	**137,114**	**131,792**
Trade and other receivables	276	2,858	(183)	(380)
Trade and other payables	8,735	(1,946)	15,401	(18,513)
Contract costs	(32)	(10)	(201)	(1,481)
Contract liabilities	(1,196)	(166)	2,178	2,226
Retirement benefit obligations	114	(63)	159	344
Other assets	795	741	(327)	15,280
Other liabilities	539	890	(2,113)	(194)
Cash generated from operations	**55,601**	**47,151**	**152,028**	**129,074**
Income tax paid, net of refunds	(2,409)	(3,431)	(6,011)	(7,080)
Interest paid on lease liabilities (Note 13)	(48)	(72)	(153)	(213)
Net cash inflows from operating activities	**53,144**	**43,648**	**145,864**	**121,781**
Cash flows from investing activities				
Acquisition of property, plant and equipment	(7,476)	(14,173)	(22,707)	(37,981)
Proceeds from disposal of property, plant and equipment	338	-	338	-
Acquisition of intangible assets	(344)	(6,995)	(4,122)	(7,404)
Net cash used in investing activities	**(7,482)**	**(21,168)**	**(26,491)**	**(45,385)**
Cash flows from financing activities				
Interest and other finance costs paid (Note 13)	(12,591)	(11,497)	(34,844)	(36,601)
Borrowings from financial institutions (Note 13)	-	-	8,996	5,000
Repayment of borrowings to financial institutions (Note 13)	(10,634)	(10,529)	(24,106)	(68,008)
Settlement of lease liabilities (Note 13)	(669)	(761)	(1,965)	(2,324)
Settlement of derivative financial instruments (Note 13)	(42)	(180)	(633)	(875)
Settlement of transactions with non-controlling interests	-	(53)	(51)	(104)
Proceeds from issuance of Rights Units	-	-	-	45,000
Distributions to non-controlling interests	(1)	-	(150)	(297)
Distributions to unitholders	(4,516)	(4,515)	(13,548)	(13,186)
Net cash used in financing activities	**(28,453)**	**(27,535)**	**(66,301)**	**(71,395)**
Net increase/(decrease) in cash and cash equivalents	**17,209**	**(5,055)**	**53,072**	**5,001**
Cash and cash equivalents at the beginning of the quarter/period	132,859	89,157	96,996	79,101
Cash and cash equivalents at the end of the quarter/period (Note 5)	**150,068**	**84,102**	**150,068**	**84,102**

The above consolidated statements of cash flows should be read in conjunction with the accompanying notes.

RECONCILIATION OF NET PROFIT TO EBITDA

Group	Quarter ended 30 September			Nine months ended 30 September		
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	Variance[1] (%)	2021 (Unaudited)	2020 (Unaudited)	Variance[1] (%)
Profit after income tax	**4,579**	**4,483**	**2.1**	**19,706**	**15,406**	**27.9**
Add: Settlement of programming fees	-	-	-	-	5,360	100
Add: Depreciation and amortisation expense	22,526	22,524	(0.0)	69,030	66,126	(4.4)
Add: Net foreign exchange gain	(131)	(162)	(19.1)	(616)	(998)	(38.3)
Add: Mark to market (gain)/loss on derivative financial instruments	(151)	(673)	(77.6)	402	2,018	80.1
Add: Amortisation of deferred arrangement fees	889	930	4.4	2,914	2,705	(7.7)
Add: Interest and other finance costs	12,604	11,395	(10.6)	34,998	36,229	3.4
Add: Income tax expense	5,864	6,677	12.2	10,374	11,241	7.7
EBITDA	**46,180**	**45,174**	**2.2**	**136,808**	**138,087**	**(0.9)**
EBITDA margin	61.2%	59.5%		61.2%	59.8%	

[1] A positive variance is favourable to the Group and a negative variance is unfavourable to the Group.

ASIAN PAY TELEVISION TRUST

NOTES TO THE INTERIM FINANCIAL STATEMENTS

NOTES TO THE INTERIM FINANCIAL STATEMENTS

These notes form an integral part of and should be read in conjunction with the accompanying interim financial statements.

1) GENERAL INFORMATION

Asian Pay Television Trust ("APTT" or the "Trust") is a business trust constituted on 30 April 2013 under the laws of the Republic of Singapore and registered under Chapter 31A of the Business Trusts Act ("BTA"). APTT is managed by APTT Management Pte. Limited (the "Trustee-Manager"). The Trustee-Manager is a wholly owned subsidiary of Dynami Vision Pte. Ltd. ("Dynami"), which is a Singapore-incorporated company. Dynami is fully owned by Mr Lu Fang-Ming, the Chairman of Asia Pacific Telecom Co., Ltd.

APTT was admitted to the Main Board of the Singapore Exchange Securities Trading Limited ("SGX-ST") and was listed on the SGX-ST on 29 May 2013, when APTT also acquired the pay-TV and broadband businesses of Taiwan Broadband Communications Group ("TBC").

APTT's investment mandate is to acquire controlling interests in and to own, operate and maintain mature, cash generative pay-TV and broadband businesses in Taiwan, Hong Kong, Japan and Singapore.

The interim financial statements of the Group and the statement of financial position and statement of changes in equity of APTT for the quarter and nine months ended 30 September 2021 were authorised for issue by the Board of Directors of the Trustee-Manager on 12 November 2021.

2) BASIS OF PREPARATION

The interim financial statements for the quarter and nine months ended 30 September 2021 have been prepared in accordance with International Accounting Standard 34 *Interim Financial Reporting*. The Group has applied the same accounting policies and methods of computation in the preparation of the interim financial statements for the current period as specified in the audited financial statements for the year ended 31 December 2020, except for the adoption of new and revised International Financial Reporting Standards ("IFRS") (including its consequential amendments) and interpretations which are effective for the financial period beginning on or after 1 January 2021, as explained in Note 3.

The interim financial statements are presented in Singapore dollars ("$"), rounded to the nearest thousand dollars unless otherwise stated.

3) SIGNIFICANT ACCOUNTING POLICIES

On 1 January 2021, the Group adopted all new and revised IFRS pronouncements that are relevant to its operations. The adoption of these new and revised IFRS pronouncements did not result in material changes to the Group's accounting policies and has no material effect on the amounts reported for the current or prior corresponding reporting periods. Accordingly, comparative financial information presented in this report has not been restated.

4) CRITICAL ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGMENTS

The interim financial statements have been prepared in accordance with IFRS. The preparation of interim financial statements in accordance with IFRS requires the use of certain critical accounting estimates. It also requires the Trustee-Manager to exercise judgement in the process of applying the accounting estimates. Estimates and judgements are continually evaluated and are based on historic experience and other factors, including reasonable expectations of future events.

The critical judgments and key sources of estimation uncertainty made by the Trustee-Manager during the current period remain unchanged from the audited financial statements for the year ended 31 December 2020. The Trustee-Manager believes that the estimates used in the preparation of the interim financial statements are reasonable. Actual results in the future, however, may differ from those reported.

5) CASH AND CASH EQUIVALENTS

Amounts in $'000	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Cash on hand	48	46	-	-
Cash at bank	150,020	96,950	1,863	3,387
Total	**150,068**	**96,996**	**1,863**	**3,387**

Cash and cash equivalents at the Trust level decreased from $3.4 million as at 31 December 2020 to $1.9 million as at 30 September 2021. The decrease was primarily due to the payment of distributions to unitholders net of receipt of distributions from TBC during the nine months ended 30 September 2021.

Cash and cash equivalents at the Group level increased from $97.0 million as at 31 December 2020 to $150.1 million as at 30 September 2021. The increase was primarily driven by operating cash flows and changes in working capital, partially offset by the payment of distributions to unitholders, capital expenditure and interest payments during the nine months. Refer to the consolidated statements of cash flows on page 22 for more details. The Trustee-Manager has reserved some cash for higher scheduled principal repayments on its borrowing facilities in the next few months.

6) TRADE AND OTHER RECEIVABLES

Amounts in $'000	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Trade receivables due from outside parties	14,644	14,465	-	-
Less: Loss allowance	(32)	(31)	-	-
Total	**14,612**	**14,434**	**-**	**-**

Trade receivables are initially recognised at fair value plus transaction costs, and subsequently measured at amortised cost using the effective interest method, less any impairment.

Trade and other receivables at the Group level increased from $14.4 million as at 31 December 2020 to $14.6 million as at 30 September 2021 mainly due to increase in the amounts due from trade debtors for channel leasing and news revenue.

7) INVESTMENT IN SUBSIDIARIES

The Trust has invested in TBC through the acquisition of two Bermudian investment holding companies.

Held by the Trust / Name of subsidiary	Principal activities	Country of incorporation	Equity holding as at % 30 September 2021	Equity holding as at % 31 December 2020	Equity holding as at $'000 30 September 2021 (Unaudited)	Equity holding as at $'000 31 December 2020 (Audited)
APTT Holdings 1 Limited	Investment holding company	Bermuda	100	100	728,359	728,359
APTT Holdings 2 Limited	Investment holding company	Bermuda	100	100	658,992	658,992
Total cost					**1,387,351**	**1,387,351**

Net proceeds of $45.0 million raised from the Rights Issue were transferred by APTT to its two wholly owned Bermudian subsidiaries as investment, which were in turn utilised by the two Bermudian subsidiaries to partially repay Offshore Facilities by $45.0 million during the previous year.

The following entities were within the Group as at 30 September 2021:

Name of entity	Type	Principal activities	Country of incorporation	Proportion of ownership interest	Proportion of voting power held	Reporting date
APTT Holdings 1 Limited	Subsidiary	Investment holding company	Bermuda	100%	100%	31 December
APTT Holdings 2 Limited	Subsidiary	Investment holding company	Bermuda	100%	100%	31 December
Cable TV S.A.	Subsidiary	Investment holding company	Luxembourg	100%	100%	31 December
TBC Holdings B.V.	Subsidiary	Investment holding company	Netherlands	100%	100%	31 December
Harvest Cable Holdings B.V.[1]	Subsidiary	Investment holding company	Netherlands	15%	100%	31 December
Jie Guang Co., Ltd.	Subsidiary	Investment holding company	Taiwan	100%	100%	31 December
Jia Guang Co., Ltd.	Subsidiary	Investment holding company	Taiwan	77%	100%	31 December
Wo Jun Co., Ltd.	Subsidiary	Investment holding company	Taiwan	59.3%	100%	31 December
Tai Luo Tze Co., Ltd.[1]	Subsidiary	Investment holding company	Taiwan	11.6%	100%	31 December
Tau Luen Co., Ltd.[1]	Subsidiary	Investment holding company	Taiwan	8.9%	100%	31 December
Taiwan Broadband Communications Co., Ltd.	Subsidiary	A multisystem cable TV operator	Taiwan	59.3%	100%	31 December
Nan Taoyuan Cable TV Co., Ltd.	Subsidiary	A cable TV system operator	Taiwan	59.3%	100%	31 December
Best Cable TV Co., Ltd.	Subsidiary	A cable TV system operator	Taiwan	59.3%	100%	31 December
Shin Ho Cable TV Co., Ltd.	Subsidiary	A cable TV system operator	Taiwan	59.3%	100%	31 December
Chun Chien Cable TV Co., Ltd.	Subsidiary	A cable TV system operator	Taiwan	59.3%	99.9%	31 December
Chi Yuan Cable TV Co., Ltd.[1]	Subsidiary	A cable TV system operator	Taiwan	8.9%	100%	31 December

[1] Although the Group effectively holds 15%, 11.6%, 8.9% and 8.9% interest in Harvest Cable Holdings B.V. ("Harvest Cable Holdings"), Tai Luo Tze Co., Ltd. ("Tai Luo Tze"), Tau Luen Co., Ltd. ("Tau Luen") and Chi Yuan Cable TV Co., Ltd. ("Chi Yuan") respectively, it has the ability to use its power to affect its returns from Harvest Cable Holdings, Tai Luo Tze, Tau Luen and Chi Yuan pursuant to a series of arrangements among the shareholders in these entities, and the Group receives substantially all of Harvest Cable Holdings', Tai Luo Tze's, Tau Luen's and Chi Yuan's economic interest. Accordingly, the Group regards Harvest Cable Holdings, Tai Luo Tze, Tau Luen and Chi Yuan as subsidiaries.

8) PROPERTY, PLANT AND EQUIPMENT

All items of property, plant and equipment ("PPE") are initially recorded at cost, subsequently measured at cost less accumulated depreciation and any accumulated impairment losses. The Group's PPE includes right-of-use assets.

The amounts recognised in the statements of financial position were determined as follows:

Group Carrying value (Unaudited) Amounts in $'000	As at 1 January 2021	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation and impairment	Foreign exchange effect	As at 30 September 2021
Land	4,918	-	-	-	-	180	5,098
Buildings	5,739	-	6	-	(1,565)	178	4,358
Leasehold improvements	2,843	-	8	-	(1,091)	83	1,843
Network equipment	280,656	1,248	22,485	(329)	(48,908)	9,766	264,918
Plant and equipment	15,356	-	112	(4)	(3,921)	485	12,028
Transport equipment	361	-	-	-	(197)	9	173
Assets under construction	9,839	21,800	(22,611)	-	-	349	9,377
	319,712	**23,048**	**-**	**(333)**	**(55,682)**	**11,050**	**297,795**
Right-of-use assets							
Land	492	259	-	-	(228)	22	545
Buildings	6,842	245	-	(2,068)	(987)	178	4,210
Plant and equipment	75	-	-	-	(22)	3	56
Transport equipment	3,369	-	-	-	(749)	109	2,729
	10,778	**504**	**-**	**(2,068)**	**(1,986)**	**312**	**7,540**
Total	**330,490**	**23,552**	**-**	**(2,401)**	**(57,668)**	**11,362**	**305,335**

Group Carrying value (Unaudited) Amounts in $'000	As at 1 July 2021	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation and impairment	Foreign exchange effect	As at 30 September 2021
Land	5,030	-	-	-	-	68	5,098
Buildings	4,770	-	6	-	(481)	63	4,358
Leasehold improvements	2,175	-	5	-	(366)	29	1,843
Network equipment	269,732	388	7,470	(71)	(16,239)	3,638	264,918
Plant and equipment	13,117	-	63	(4)	(1,319)	171	12,028
Transport equipment	236	-	-	-	(66)	3	173
Assets under construction	10,024	6,765	(7,544)	-	-	132	9,377
	305,084	**7,153**	**-**	**(75)**	**(18,471)**	**4,104**	**297,795**
Right-of-use assets							
Land	614	-	-	-	(77)	8	545
Buildings	4,484	-	-	-	(334)	60	4,210
Plant and equipment	63	-	-	-	(8)	1	56
Transport equipment	2,943	-	-	-	(253)	39	2,729
	8,104	**-**	**-**	**-**	**(672)**	**108**	**7,540**
Total	**313,188**	**7,153**	**-**	**(75)**	**(19,143)**	**4,212**	**305,335**

Group Carrying value (Audited) Amounts in $'000	As at 1 January 2020	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation and impairment	Foreign exchange effect	As at 31 December 2020
Land	4,690	-	-	-	-	228	4,918
Buildings	7,912	-	232	-	(2,774)	369	5,739
Leasehold improvements	3,660	-	418	-	(1,408)	173	2,843
Network equipment	283,553	2,668	48,358	-	(67,541)	13,618	280,656
Plant and equipment	13,277	-	6,342	-	(4,916)	653	15,356
Transport equipment	569	-	154	-	(392)	30	361
Assets under construction	14,252	50,887	(55,504)	-	(477)	681	9,839
	327,913	**53,555**	**-**	**-**	**(77,508)**	**15,752**	**319,712**
Right-of-use assets							
Land	753	1	-	-	(297)	35	492
Buildings	6,030	2,292	-	(52)	(1,760)	332	6,842
Plant and equipment	-	84	-	-	(9)	-	75
Transport equipment	4,100	158	-	(56)	(1,031)	198	3,369
	10,883	**2,535**	**-**	**(108)**	**(3,097)**	**565**	**10,778**
Total	**338,796**	**56,090**	**-**	**(108)**	**(80,605)**	**16,317**	**330,490**

Trust Carrying value (Unaudited) Amounts in $'000	As at 1 January 2021	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation and impairment	Foreign exchange effect	As at 30 September 2021
Plant and equipment	2	-	-	-	(2)	-	-
Total	**2**	**-**	**-**	**-**	**(2)**	**-**	**-**

Trust Carrying value (Unaudited) Amounts in $'000	As at 1 July 2021	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation and impairment	Foreign exchange effect	As at 30 September 2021
Plant and equipment	1	-	-	-	(1)	-	-
Total	**1**	**-**	**-**	**-**	**(1)**	**-**	**-**

Trust Carrying value (Audited) Amounts in $'000	As at 1 January 2020	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation and impairment	Foreign exchange effect	As at 31 December 2020
Plant and equipment	12	-	-	-	(10)	-	2
Total	**12**	**-**	**-**	**-**	**(10)**	**-**	**2**

As at 30 September 2021, the Group has pledged property, plant and equipment having carrying amounts of $291.3 million (31 December 2020: $299.5 million) to secure debt facilities granted to the Group (Note 13).

During the quarter and nine months ended 30 September 2021, the Group acquired property, plant and equipment with an aggregate cost of $7.2 million (30 September 2020: $16.5 million) and $23.0 million (30 September 2020: $41.6 million), of which $4.2 million remained unpaid as at 30 September 2021 (30 September 2020: $4.8 million). In addition, property, plant and equipment with an aggregate cost of $4.5 million, unpaid as at 30 June 2021, was paid during the quarter (30 September 2020: $2.4 million) and property, plant and equipment with an aggregate cost of $3.7 million, unpaid as at 31 December 2020, was paid during the nine months (30 September 2020: $1.1 million).

9) INTANGIBLE ASSETS

Cable TV licences

Costs incurred in acquiring cable TV licences are brought to account as intangible assets. The assets are assessed as having indefinite useful lives and therefore there is no amortisation charge booked against the carrying value. Consequently, no deferred tax liabilities have been provided on the temporary differences relating to the cable TV licences as at the acquisition date as it is deemed that recovery would be through a sale transaction, which the Trustee-Manager expects would not be subject to capital gains taxes.

Software

Costs incurred in acquiring software are brought to account as intangible assets. Software is carried at cost less accumulated amortisation and accumulated impairment losses. Amortisation is recognised on a straight-line basis over its estimated useful life.

Programming rights

Costs incurred in acquiring programming rights, with a broadcasting period of more than one year, are brought to account as intangible assets. Programming rights are carried at cost less accumulated amortisation and any accumulated impairment losses. Amortisation is recognised on a straight-line basis over their estimated useful life.

Goodwill

Goodwill arising on acquisition represents the excess of the cost of acquisition over the fair value of the Group's share of the identifiable assets, liabilities and contingent liabilities of the acquiree. Goodwill is stated at cost less any impairment losses. Goodwill is allocated to cash-generating units ("CGU") and the Group tests goodwill annually for impairment or more frequently if there are indications that goodwill might be impaired.

The amounts recognised in the statements of financial position were determined as follows:

Group Carrying value (Unaudited) Amounts in $'000	As at 1 January 2021	Additions	Amortisation	Foreign exchange effect	As at 30 September 2021
Cable TV licences	2,480,443	-	-	90,845	2,571,288
Software	4,034	1,461	(1,625)	151	4,021
Programming rights	16,797	-	(9,737)	411	7,471
Goodwill	8,202	-	-	301	8,503
Total	**2,509,476**	**1,461**	**(11,362)**	**91,708**	**2,591,283**

Group Carrying value (Unaudited) Amounts in $'000	As at 1 July 2021	Additions	Amortisation	Foreign exchange effect	As at 30 September 2021
Cable TV licences	2,536,583	-	-	34,705	2,571,288
Software	4,201	317	(552)	55	4,021
Programming rights	10,179	-	(2,831)	123	7,471
Goodwill	8,388	-	-	115	8,503
Total	**2,559,351**	**317**	**(3,383)**	**34,998**	**2,591,283**

Group Carrying value (Audited) Amounts in $'000	As at 1 January 2020	Additions	Amortisation	Foreign exchange effect	As at 31 December 2020
Cable TV licences	2,365,216	-	-	115,227	2,480,443
Software	4,108	1,922	(2,185)	189	4,034
Programming rights	13,404	9,691	(6,955)	657	16,797
Goodwill	7,821	-	-	381	8,202
Total	**2,390,549**	**11,613**	**(9,140)**	**116,454**	**2,509,476**

Trust Carrying value (Unaudited) Amounts in $'000	As at 1 January 2021	Additions	Amortisation	Foreign exchange effect	As at 30 September 2021
Software	-	-	-	-	-
Total	**-**	**-**	**-**	**-**	**-**

Trust Carrying value (Unaudited) Amounts in $'000	As at 1 July 2021	Additions	Amortisation	Foreign exchange effect	As at 30 September 2021
Software	-	-	-	-	-
Total	**-**	**-**	**-**	**-**	**-**

Trust Carrying value (Audited) Amounts in $'000	As at 1 January 2020	Additions	Amortisation	Foreign exchange effect	As at 31 December 2020
Software	6	-	(6)	-	-
Total	**6**	**-**	**(6)**	**-**	**-**

The value of cable TV licences and goodwill is allocated to the Group's single CGU which is principally engaged in the Basic cable TV, Premium digital cable TV and Broadband services in Taiwan. No impairment has been recognised by the Group as at 30 September 2021.

During the quarter and nine months ended 30 September 2021, the Group acquired intangible assets with an aggregate cost of $0.3 million (30 September 2020: $7.1 million) and $1.5 million (30 September 2020: $7.4 million), of which $0.7 million remained unpaid as at 30 September 2021 (30 September 2020: $0.3 million). Out of intangible assets with an aggregate cost of $0.7 million, unpaid as at 30 June 2021 (30 June 2020: $0.2 million), $0.3 million was paid during the quarter (30 September 2020: $0.2 million). In addition, intangible assets with an aggregate cost of $3.3 million, unpaid as at 31 December 2020, was paid during the nine months (30 September 2020: $0.3 million).

10) DERIVATIVE FINANCIAL INSTRUMENTS

(i) Currency forwards

The Group and Trust use foreign exchange contracts to manage their exposure to foreign exchange movements of NT$ and US$ future estimated cash flows from dividends and principal and interest payments received by the Trust from the entities held within the Group. The Group and Trust employ a 24-month rolling hedging programme that swaps from 25% of forecast cash flows receivable up to 24 months away, to 100% of cash flows on amounts receivable within three months.

As at 30 September 2021, the total notional amount of outstanding foreign exchange contracts to which the Group and Trust were committed to, is as follows:

Amounts in $'000	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Sell NT$1,631 million (31 December 2020: NT$1,244 million)	80,800	59,800	80,800	59,800
Buy NT$ nil (31 December 2020: NT$25 million)	-	(1,200)	-	(1,200)
Total	**80,800**	**58,600**	**80,800**	**58,600**

As at 30 September 2021, mark to market movements, classified as current and non-current assets, on such contracts were $0.2 million (31 December 2020: $0.3 million) and $0.02 million (31 December 2020: $0.1 million); and classified as current and non-current liabilities, on such contracts were $0.3 million (31 December 2020: $0.9 million) and $0.2 million (31 December 2020: $0.1 million) respectively both at the Group and Trust level.

(ii) Interest rate swaps

The Group uses interest rate swaps to manage its exposure to interest rate movements on its NT$ denominated borrowings from financial institutions by swapping a portion of those borrowings from floating rate to fixed rate. All interest rate swap contracts exchanging floating rate interest amounts for fixed rate interest amounts are designated as cash flow hedges in order to reduce the Group's cash flow exposure resulting from variable interest rates on borrowings. The interest rate swaps and the interest payments on the loan occur simultaneously and the amount deferred in equity is recognised in profit or loss over the period that the floating rate interest payments on debt impact profit or loss.

The fair value of interest rate swaps with notional value of NT$28.0 billion as at 30 September 2021 (31 December 2020: NT$28.0 billion) was estimated at $1.2 million (31 December 2020: $4.4 million), which resulted in derivative financial instrument current liability being recognised by the Group. These amounts were based on using valuation techniques at the balance sheet date. The aforementioned interest rate swaps qualify for hedge accounting. For the quarter ended 30 September 2021, the unrealised gain in the fair value of cash flow hedging interest rate derivatives of $0.8 million (30 September 2020: $1.7 million), net of deferred tax expense amounting to $0.2 million (30 September 2020: $0.3 million), with a net gain of $0.7 million (30 September 2020: $1.4 million), was recognised directly in other comprehensive income. For the nine months ended 30 September 2021, the unrealised gain in the fair value of cash flow hedging interest rate derivatives of $3.3 million (30 September 2020: loss of $1.6 million), net of deferred tax expense amounting to $0.7 million (30 September 2020: with a deferred tax benefit of $0.3 million), with a net gain of $2.6 million (30 September 2020: net loss of $1.3 million), was recognised directly in other comprehensive income.

The following table gives information about how the fair values of derivative financial instruments are determined (in particular, the valuation technique(s) and inputs used):

Financial assets/ liabilities Amounts in $'000	Fair value as at 30 September 2021 (Unaudited)	Fair value as at 31 December 2020 (Audited)	Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)
Foreign exchange contracts	**Assets:** Current - 157 Non-current - 23 **Liabilities:** Current - 335 Non-current - 185	**Assets:** Current - 322 Non-current - 144 **Liabilities:** Current - 895 Non-current - 142	Level 2	The fair value of forward foreign exchange contracts is determined using forward exchange rates at the balance sheet date, with the resulting value discounted back to present value.	N/A
Interest rate swaps	**Liabilities:** Current - 1,174 Non-current - nil **(designated for hedging)**	**Liabilities:** Current - 4,374 Non-current - nil **(designated for hedging)**	Level 2	Fair value of interest rate swaps is calculated as the present value of the estimated future cash flows based on observable yield curves.	N/A

11) CONTRACT COSTS

Amounts in $'000	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Current	1,238	1,111	-	-
Non-current	431	357	-	-
Total	**1,669**	**1,468**	**-**	**-**

The contract costs represent sales incentives provided for contracting Broadband RGUs. These costs are amortised on a straight-line basis over the period of such contracts.

12) OTHER ASSETS

Amounts in $'000	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Current				
Prepayments	1,406	1,291	52	36
Tax receivables	323	70	276	18
Refundable deposits	21	18	18	18
Other assets	7	33	-	-
Total	**1,757**	**1,412**	**346**	**72**
Non-current				
Refundable deposits	1,053	1,071	2	2
Total	**1,053**	**1,071**	**2**	**2**
Total other assets	**2,810**	**2,483**	**348**	**74**

13) BORROWINGS FROM FINANCIAL INSTITUTIONS

Group Amounts in $'000	As at 30 September 2021 (Unaudited)	As at 31 December 2020 (Audited)
Current portion	73,883	191,249
Less: Unamortised arrangement fees	(3,570)	(375)
	70,313	**190,874**
Non-current portion	1,505,440	1,352,194
Less: Unamortised arrangement fees	(10,274)	(14,880)
	1,495,166	**1,337,314**
Total current and non-current portion[1]	1,579,323	1,543,443
Less: Total unamortised arrangement fees	(13,844)	(15,255)
Total	**1,565,479**	**1,528,188**

[1] Comprised outstanding NT$ denominated borrowings of NT$28,825.1 million (31 December 2020: NT$29,158.8 million) at the TBC level and S$ denominated borrowings of S$171.9 million (31 December 2020: S$170.1 million) at the Bermuda holding companies' level.

Onshore Facilities

The NT$ denominated seven-year facilities of NT$31.0 billion at TBC level ("Onshore Facilities") are repayable in tranches by 2025 and are secured by certain land, buildings, network equipment and plant and equipment held by TBC (Note 8) as well as by pledges over shares in onshore entities of TBC and over the shares in TBC Holdings B.V. and Harvest Cable Holdings B.V. held by Cable TV S.A. The onshore affiliates of TBC are jointly liable under the debt facilities. As at 30 September 2021, the total carrying value of property, plant and equipment pledged for the Onshore Facilities was $291.3 million (31 December 2020: $299.5 million). In addition, guarantees in favour of lenders under the debt facilities are provided by TBC Holdings B.V. and Harvest Cable Holdings B.V.

The Onshore Facilities bear a floating interest rate of Taiwan's three-month Taipei Interbank Offered Rate ("TAIBOR") plus an interest margin of 1.1% to 1.9% (2020: 1.1% to 1.9%) per annum based on its leverage ratio. As discussed in Note 10(ii), the Group uses interest rate swaps to swap a significant portion of its borrowings from floating rate to fixed rate.

At inception, arrangement fees are recorded as unamortised arrangement fees. The fees are then amortised over the period of the debt facilities as an expense to the consolidated statements of profit or loss.

Offshore Facilities

Offshore facilities consist of a multicurrency term loan facility in an aggregate amount of $125.0 million and a multicurrency revolving loan facility in an aggregate amount of $125.0 million secured by APTT Holdings 1 Limited and APTT Holdings 2 Limited ("Offshore Facilities").

In March 2021, APTT extended the maturity date ("Amendment") of its existing Offshore Facilities to July 2023. The Amendment reached financial close on 18 March 2021.

The Offshore Facilities are denominated in Singapore dollars and repayable in tranches by 2023. They are secured by a first priority pledge of all of the assets of APTT Holdings 1 Limited, APTT Holdings 2 Limited, Cable TV S.A. and APTT Management Pte. Limited, in its capacity as Trustee-Manager of APTT, including bank accounts and 100% of the total outstanding shares of APTT Holdings 1 Limited, APTT Holdings 2 Limited and Cable TV S.A.

As at 30 September 2021, the total carrying value of assets pledged for the Offshore Facilities was $1,123 million (31 December 2020: $1,121 million). In addition, guarantees in favour of lenders under the debt facilities are provided by APTT Management Pte. Limited, in its capacity as Trustee-Manager of APTT, and Cable TV S.A.

The Offshore Facilities bear a floating interest rate of Singapore Interbank Offered Rate ("SIBOR") plus an interest margin of 4.1% to 5.5% (2020: 4.1% to 5.5%) per annum based on the leverage ratio of the Group.

At inception, amendment fees are recorded as unamortised arrangement fees. The fees are then amortised over the period of the debt facilities as an expense to the consolidated statements of profit or loss.

Net proceeds of $45.0 million raised from the Rights Issue were utilised to partially repay the Offshore Facilities during the previous year.

Reconciliation of liabilities arising from financing activities

The table below details changes in the Group's liabilities arising from financing activities, including both cash and non-cash changes. Liabilities arising from financing activities are those for which cash flows were, or future cash flows will be, classified in the Group's consolidated statement of cash flows as cash flows from financing activities.

Group Amounts in $'000	As at 1 January 2021	Financing cash flows	Non-cash changes: Amortisation of deferred arrangement fees	Non-cash changes: Lease liabilities, net	Non-cash changes: Interest and other finance costs	Non-cash changes: Equity component of change in fair value of cash flow hedging financial instruments	Non-cash changes: Fair value adjustment	Non-cash changes: Foreign exchange movement	As at 30 September 2021 (Unaudited)
Borrowings from financial institutions (Note 13)	1,528,188	(15,110)[1]	2,914	-	-	-	-	49,487	1,565,479
Interest rate swaps (Note 10(ii))	4,374	-	-	-	-	(3,289)	-	89	1,174
Foreign exchange contracts (Note 10(i))	571	(633)	-	-	-	-	402[2]	-	340
Lease liabilities (Note 18)	10,769	(1,965)	-	(1,581)	-	-	-	309	7,532
Interest and other finance costs (Note 18)	1,588	(34,997)[3]	-	-	34,998	-	-	(79)	1,510
Total	**1,545,490**	**(52,705)**	**2,914**	**(1,581)**	**34,998**	**(3,289)**	**402**	**49,806**	**1,576,035**

Group Amounts in $'000	As at 1 July 2021	Financing cash flows	Non-cash changes: Amortisation of deferred arrangement fees	Non-cash changes: Lease liabilities, net	Non-cash changes: Interest and other finance costs	Non-cash changes: Equity component of change in fair value of cash flow hedging financial instruments	Non-cash changes: Fair value adjustment	Non-cash changes: Foreign exchange movement	As at 30 September 2021 (Unaudited)
Borrowings from financial institutions (Note 13)	1,556,368	(10,634)[1]	889	-	-	-	-	18,856	1,565,479
Interest rate swaps (Note 10(ii))	1,995	-	-	-	-	(844)	-	23	1,174
Foreign exchange contracts (Note 10(i))	533	(42)	-	-	-	-	(151)[2]	-	340
Lease liabilities (Note 18)	8,095	(669)	-	-	-	-	-	106	7,532
Interest and other finance costs (Note 18)	1,572	(12,639)[3]	-	-	12,604	-	-	(27)	1,510
Total	**1,568,563**	**(23,984)**	**889**	**-**	**12,604**	**(844)**	**(151)**	**18,958**	**1,576,035**

1 The cash flows from borrowings from financial institutions make up the net amount of proceeds from borrowings and repayments of borrowings in the consolidated statements of cash flows.

2 The fair value adjustments of foreign exchange contracts consists of $0.2 million of unrealised gains from the mark to market movements during the nine months ended 30 September 2021 (30 September 2020: losses of $1.1 million) and $0.6 million of realised losses from settlement of foreign exchange contracts during the nine months ended 30 September 2021 (30 September 2020: $0.9 million). The fair value adjustments of foreign exchange contracts consists of $0.2 million of unrealised gains from the mark to market movements during the quarter ended 30 September 2021 (30 September 2020: $0.9 million) and $0.04 million of realised losses from settlement of foreign exchange contracts during the quarter ended 30 September 2021 (30 September 2020: $0.2 million).

3 The cash flows from interest and other finance costs comprised interest and commitment and other fees paid on Group's debt facilities and interest paid on lease liabilities.

Group Amounts in $'000	As at 1 January 2020	Financing cash flows	Non-cash changes: Amortisation of deferred arrangement fees	Non-cash changes: Lease liabilities, net	Non-cash changes: Interest and other finance costs	Non-cash changes: Equity component of change in fair value of cash flow hedging financial instruments	Non-cash changes: Fair value adjustment	Non-cash changes: Foreign exchange movement	As at 31 December 2020 (Audited)
Borrowings from financial institutions (Note 13)	1,526,688	(65,752)[1]	3,642	-	-	-	-	63,610	1,528,188
Interest rate swaps (Note 10(ii))	3,730	-	-	-	-	329	-	315	4,374
Foreign exchange contracts (Note 10(i))	257	(1,072)	-	-	-	-	1,386	-	571
Lease liabilities (Note 18)	10,928	(3,155)	-	2,427	-	-	-	569	10,769
Interest and other finance costs (Note 18)	2,281	(48,241)[2]	-	-	47,542	-	-	6	1,588
Total	**1,543,884**	**(118,220)**	**3,642**	**2,427**	**47,542**	**329**	**1,386**	**64,500**	**1,545,490**

1 The cash flows from borrowings from financial institutions make up the net amount of proceeds from borrowings and repayments of borrowings in the consolidated statements of cash flows.

2 The cash flows from interest and other finance costs comprised interest and commitment and other fees paid on Group's debt facilities and interest paid on lease liabilities.

14) TRADE AND OTHER PAYABLES

Amounts in $'000	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Trade payables due to outside parties	37,096	19,851	-	-
Base fees payable to the Trustee-Manager	1,855	3,699	1,855	3,699
Total	**38,951**	**23,550**	**1,855**	**3,699**

The Group's trade and other payables as at 30 September 2021 of $39.0 million (31 December 2020: $23.6 million) comprised mainly broadcast and production costs payable of $34.5 million (31 December 2020: $13.6 million), other payables of $2.6 million (31 December 2020: $6.3 million) and base fees payable to the Trustee-Manager of $1.9 million (31 December 2020: $3.7 million).

The Trust's trade and other payables as at 30 September 2021 comprised mainly base fees payable to the Trustee-Manager of $1.9 million (31 December 2020: $3.7 million).

15) CONTRACT LIABILITIES

Contract liabilities were $36.1 million as at 30 September 2021 (31 December 2020: $33.9 million). These relate to considerations or collections received in advance to provide Basic cable TV, Premium digital cable TV and Broadband subscription services in future periods.

Subscription fees are paid upfront as part of the initial sales transaction whereas revenue is recognised over the period where services are provided to the subscribers. A contract liability is therefore recognised for revenue relating to subscription services at the time of the initial sales transaction and is released over the subscription period.

There were no significant changes in the contract liability balances during the reporting period.

The amount of revenue recognised during the quarter and nine months ended 30 September 2021 which related to brought-forward contract liabilities as at the end of the previous year was $0.5 million (30 September 2020: nil) and $33.7 million (30 September 2020: $31.5 million).

16) RETIREMENT BENEFIT OBLIGATIONS

The Group operates two retirement benefit arrangements for all employees in accordance with legislation in the country of employment: for eligible employees in Taiwan, a defined benefit plan and for all other employees, a defined contribution plan. The defined benefit plan provides benefits based on years of service and average salary in the six-month period before retirement. The defined contribution plan receives fixed contributions from the Group companies and the Group legal or constructive obligation is limited to these contributions. As at 30 September 2021, the Group’s retirement benefit obligations, classified as current and non-current liabilities, were $1.5 million (31 December 2020: $1.5 million) and $10.0 million (31 December 2020: $9.9 million).

17) DEFERRED TAX LIABILITIES

The tax effects of temporary differences that give rise to deferred tax liabilities were as follows:

Group (Unaudited) Amounts in $'000	As at 1 January 2021	Recognised in profit or loss	Recognised in other comprehensive income	Foreign exchange effect	As at 30 September 2021
Impairment loss	(931)	12	-	(34)	(953)
Cash flow hedging reserves	(875)	-	658	(18)	(235)
Intangible assets that are partially deductible for tax purposes[1]	99,258	5,218	-	3,739	108,215
Undistributed earnings of subsidiaries	5,832	(1,361)	-	167	4,638
Arrangement fees	(4,888)	758	-	(165)	(4,295)
Carry forward of losses	(2,554)	-	-	(93)	(2,647)
Provisions	(684)	699	-	(15)	-
Others	(74)	69	-	(1)	(6)
Unrealised exchange differences	2,864	101	-	105	3,070
Deferred tax liabilities, net	**97,948**	**5,496**	**658**	**3,685**	**107,787**

Group (Audited) Amounts in $'000	As at 1 January 2020	Recognised in profit or loss	Recognised in other comprehensive income	Foreign exchange effect	As at 31 December 2020
Impairment loss	(902)	14	-	(43)	(931)
Cash flow hedging reserves	(746)	-	(66)	(63)	(875)
Intangible assets that are partially deductible for tax purposes[1]	88,120	6,807	-	4,331	99,258
Accelerated tax depreciation	145	(150)	-	5	-
Undistributed earnings of subsidiaries	4,976	575	-	281	5,832
Arrangement fees	(5,609)	989	-	(268)	(4,888)
Carry forward of losses	(1,904)	(559)	-	(91)	(2,554)
Provisions	(652)	-	-	(32)	(684)
Others	(37)	(36)	-	(1)	(74)
Unrealised exchange differences	1,402	1,405	-	57	2,864
Deferred tax liabilities, net	**84,793**	**9,045**	**(66)**	**4,176**	**97,948**

1 Following the settlement principles agreed between the Group and the Taiwan tax authorities in 2014, deferred tax liabilities of $108.2 million were recorded by the Group for the partial tax deductions in respect of the amortisation of intangible assets claimed by the Group as at 30 September 2021 (31 December 2020: $99.3 million).

18) OTHER LIABILITIES

Amounts in $'000	Group as at 30 September 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 30 September 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Current				
Accrued expenses	12,661	16,745	141	181
Withholding tax payable	3,067	1,957	-	-
Other tax payable	2,674	3,075	-	-
Lease liabilities	2,663	2,957	-	-
Long-term incentive plan (Note 23(ii))	-	1,402	-	-
Interest and other finance costs payable	1,510	1,588	-	-
Others	408	179	-	-
Total	**22,983**	**27,903**	**141**	**181**
Non-current				
Subscriber deposits	19,331	18,462	-	-
Lease liabilities	4,869	7,812	-	-
Others	3,377	3,253	-	-
Total	**27,577**	**29,527**	**-**	**-**
Total other liabilities	**50,560**	**57,430**	**141**	**181**

19) UNITHOLDERS' FUNDS

Group and Trust	As at			
	Number of units		$'000	
	30 September 2021	31 December 2020	30 September 2021 (Unaudited)	31 December 2020 (Audited)
Balance at the beginning of the year	**1,806,354,850**	**1,442,128,412**	**1,389,351**	**1,343,851**
Units issued against settlement of management fees to Trustee-Manager	-	2,955,468	-	500
Issuance of Rights Units	-	361,270,970	-	46,243
Less: Rights Issue expenses	-	-	-	(1,243)
Balance at the end of the period/year	**1,806,354,850**	**1,806,354,850**	**1,389,351**	**1,389,351**

On 10 January 2020, APTT issued 2,955,468 units to the Trustee-Manager at a price of $0.1692 per unit, for payment of $0.5 million, out of the total $3.9 million Trustee-Manager base fees for the six-month period from 1 July 2019 to 31 December 2019. The issue price per unit was based on APTT's volume weighted average price for a unit for all trades done on the SGX-ST in the ordinary course of trading on the SGX-ST for the ten business days immediately prior to the date of issue.

APTT completed a renounceable non-underwritten Rights Issue with the listing of and quotation for the 361,270,970 Rights Units on 26 June 2020. All 361,270,970 Rights Units pursuant to the Rights Issue were issued on 25 June 2020 at an issue price of $0.128 per unit and the Rights Units were listed, quoted and traded on the Main Board of the SGX-ST with effect from 9.00 a.m. on 26 June 2020.

Ordinary units entitle the holder to participate in distributions and the proceeds on winding up of the Trust in proportion to the number of the units held.

On a show of hands every holder of ordinary units present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each unit is entitled to one vote.

20) RESERVES

Group Amounts in $'000	As at 30 September 2021 (Unaudited)	 31 December 2020 (Audited)
Foreign currency translation reserves	195,749	146,406
Retirement benefit obligations reserves	(11,861)	(11,861)
Cash flow hedging reserves[1]	63	(2,568)
Capital reserves[2]	39,283	34,950
Total	**223,234**	**166,927**

The Group's reserves comprised foreign currency translation reserves, cash flow hedging reserves, capital reserves and retirement benefit obligations reserves as follows:

Group (Unaudited) Amounts in $'000	Foreign currency translation reserves	Cash flow hedging reserves	Capital reserves	Retirement benefit obligations reserves	Total
Balance as at 1 January 2021	**146,406**	**(2,568)**	**34,950**	**(11,861)**	**166,927**
Exchange differences on translation of foreign operations	49,343	-	-	-	49,343
Unrealised movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	3,289	-	-	3,289
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	(658)	-	-	(658)
Transfer from accumulated profits[2]	-	-	4,333	-	4,333
Balance as at 30 September 2021	**195,749**	**63**	**39,283**	**(11,861)**	**223,234**
Balance as at 1 July 2021	**176,843**	**(612)**	**39,283**	**(11,861)**	**203,653**
Exchange differences on translation of foreign operations	18,906	-	-	-	18,906
Unrealised movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	844	-	-	844
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	(169)	-	-	(169)
Balance as at 30 September 2021	**195,749**	**63**	**39,283**	**(11,861)**	**223,234**

[1] The cash flow hedging reserves represent the cumulative effective portion of gains or losses arising on changes in fair value of hedging instruments entered into for cash flow hedges. The cumulative gains or losses arising on changes in fair value of the hedging instruments that are recognised and accumulated under the heading of cash flow hedging reserves will be reclassified to profit or loss only when the hedged transaction affects the profit or loss, or included as a basis adjustment to the non-financial hedged item, consistent with the Group's accounting policy.

[2] As per articles of incorporation of Jie Guang Co., Ltd. and Tai Luo Tze Co., Ltd., the current year's earnings, after paying all taxes and offsetting prior years' operating losses, if any, should be appropriated and distributed 10% as capital reserve before dividend declaration.

Group (Audited) Amounts in $'000	Foreign currency translation reserves	Cash flow hedging reserves	Capital reserves	Retirement benefit obligations reserves	Total
Balance as at 1 January 2020	**84,262**	**(2,305)**	**30,780**	**(12,349)**	**100,388**
Exchange differences on translation of foreign operations	62,144	-	-	-	62,144
Unrealised movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	(329)	-	-	(329)
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	66	-	-	66
Transfer from accumulated profits[1]	-	-	4,170	-	4,170
Remeasurement of defined benefit obligations	-	-	-	488	488
Balance as at 31 December 2020	**146,406**	**(2,568)**	**34,950**	**(11,861)**	**166,927**

[1] As per articles of incorporation of Jie Guang Co., Ltd. and Tai Luo Tze Co., Ltd., the current year's earnings, after paying all taxes and offsetting prior years' operating losses, if any, should be appropriated and distributed 10% as capital reserve before dividend declaration.

21) NON-CONTROLLING INTERESTS

In order to comply with Taiwan cable TV regulations regarding foreign ownership, the entities held within the Group have issued preferred shares to third parties in Taiwan and the Netherlands. Non-controlling interests represent the preferred shares issued to external investors and their interests in the net assets of the Group are identified separately from the Group's equity therein.

Group	As at	
Amounts in $'000	30 September 2021 (Unaudited)	31 December 2020 (Audited)
Balance at the beginning of the year	**2,334**	**2,478**
Total comprehensive income attributable to non-controlling interests	244	337
Settlement of transactions with non-controlling interests	(51)	(118)
Distributions paid	(150)	(363)
Balance at the end of the period/year	**2,377**	**2,334**

22) REVENUE

Total revenue for the quarter ended 30 September 2021 was $75.5 million (30 September 2020: $75.9 million). Total revenue for the nine months ended 30 September 2021 was $223.5 million (30 September 2020: $230.9 million). Total revenue for the quarter and nine months was 0.6% and 3.2% lower than the pcp; in constant NT$, total revenue for the quarter and nine months was 4.2% and 5.7% lower than the pcp. Foreign exchange contributed to a positive variance of 3.6% for the quarter and 2.5% for the nine months compared to the pcp. Total revenue was influenced by a number of factors, including the continued challenges in the economic and operating environment.

Total revenue comprised revenue generated from: (i) Basic cable TV, (ii) Premium digital cable TV and (iii) Broadband. An analysis of the revenue items is as follows:

(i) Basic cable TV

Basic cable TV revenue of $57.5 million for the quarter ended 30 September 2021 was down 4.0% on the pcp (30 September 2020: $59.9 million). In constant NT$, Basic cable TV revenue was down 7.6% on the pcp. This comprised subscription revenue of $48.5 million (30 September 2020: $48.7 million) and non-subscription revenue of $9.1 million (30 September 2020: $11.2 million). The decrease in Basic cable TV revenue in constant NT$ was mainly due to lower subscription and non-subscription revenue as described below.

Basic cable TV revenue of $171.8 million for the nine months ended 30 September 2021 was down 6.2% on the pcp (30 September 2020: $183.2 million). In constant NT$, Basic cable TV revenue was down 8.7% on the pcp. This comprised subscription revenue of $145.6 million (30 September 2020: $147.0 million) and non-subscription revenue of $26.1 million (30 September 2020: $36.2 million). The decrease in Basic cable TV revenue in constant NT$ was mainly due to lower subscription and non-subscription revenue as described below.

Subscription revenue was generated from TBC's c.694,000 Basic cable TV RGUs each contributing an ARPU of NT$478 per month in the quarter to access over 100 cable TV channels. Basic cable TV RGUs decreased by c.4,000 and ARPU was marginally lower by NT$2 compared to the previous quarter ended 30 June 2021 (RGUs: c.698,000; ARPU: NT$480 per month). The decline in Basic cable TV RGUs was due to a number of factors including video piracy issues, competition from aggressively priced IPTV, the growing popularity of online video, as well as expectations from consumers for discounts as they compare with the lower cable TV pricing outside of TBC's five franchise areas, particularly in the Taipei region. Subscription revenue for the quarter and nine months was lower than the pcp in constant NT$ mainly due to a lower number of subscribers.

Non-subscription revenue was 15.8% of Basic cable TV revenue for the quarter (30 September 2020: 18.8%) and 15.2% of Basic cable TV revenue for the nine months (30 September 2020: 19.8%). This includes revenue from the leasing of television channels to third parties, the sale of airtime advertising and fees for the installation of set-top boxes. Non-subscription revenue for the quarter and nine months was lower than the pcp mainly due to lower revenue generated from channel leasing. The absence of one-off revenue arising from the sale of certain in-house content to channel providers in the first quarter of 2020, as well as less airtime advertising sales recorded in the first quarter of 2021 also contributed to the lower revenue for the nine months in 2021. The leasing of television channels, which is mainly to third-party home shopping networks, continued to be affected by the lower demand for home shopping and heightened competition from internet retailing. These trends will continue to put pressure on channel leasing revenue not just for TBC, but for the entire cable industry in Taiwan.

(ii) Premium digital cable TV

Premium digital cable TV revenue of $3.2 million for the quarter ended 30 September 2021 was down 2.2% on the pcp (30 September 2020: $3.2 million). In constant NT$, Premium digital cable TV revenue was 5.8% lower than the pcp. This comprised subscription revenue of $3.0 million (30 September 2020: $3.1 million) and non-subscription revenue of $0.1 million (30 September 2020: $0.1 million).

Premium digital cable TV revenue of $9.7 million for the nine months ended 30 September 2021 was down 1.1% on the pcp (30 September 2020: $9.8 million). In constant NT$, Premium digital cable TV revenue was 3.6% lower than the pcp. This comprised subscription revenue of $9.1 million (30 September 2020: $9.4 million) and non-subscription revenue of $0.6 million (30 September 2020: $0.4 million).

Subscription revenue was generated from TBC's c.266,000 Premium digital cable TV RGUs each contributing an ARPU of NT$80 per month in the quarter for Premium digital cable TV packages and bundled DVR or DVR-only services. Premium digital cable TV RGUs increased by c.9,000 but ARPU was lower by NT$4 compared to the previous quarter ended 30 June 2021 (RGUs: c.257,000; ARPU: NT$84 per month) due to promotions and discounted bundled packages that were offered to generate new RGUs and to retain existing RGUs. Video piracy issues and aggressively priced IPTV have also impacted ARPU.

Non-subscription revenue predominantly comprised revenue from the sale of electronic programme guide data to other system operators.

(iii) Broadband

Despite the strong competition from mobile operators offering unlimited data, Broadband RGUs increased by c.10,000 during the quarter ended 30 September 2021, alongside an NT$6 improvement in ARPU. Broadband revenue of $14.8 million for the quarter, which includes revenue from data backhaul, was up 15.8% on the pcp (30 September 2020: $12.7 million). In constant NT$, Broadband revenue for the quarter was 12.2% higher than the pcp. This comprised subscription revenue of $14.3 million (30 September 2020: $12.3 million) and non-subscription revenue of $0.5 million (30 September 2020: $0.4 million).

Broadband revenue of $42.1 million for the nine months ended 30 September 2021, which includes revenue from data backhaul, was up 11.1% on the pcp (30 September 2020: $37.9 million). In constant NT$, Broadband revenue for the nine months was 8.6% higher than the pcp. This comprised subscription revenue of $40.3 million (30 September 2020: $36.6 million) and non-subscription revenue of $1.8 million (30 September 2020: $1.3 million).

Subscription revenue was generated from TBC's c.274,000 Broadband RGUs each contributing an ARPU of NT$364 per month in the quarter for high-speed Broadband services, an improvement compared to the previous quarter ended 30 June 2021 (RGUs: c.264,000; ARPU: NT$358 per month). The growth in both Broadband subscribers and ARPU reflected the success of TBC's Broadband marketing outreach to offer higher speeds at competitive prices to acquire new RGUs and re-contract existing RGUs. Subscription revenue also includes revenue from 4G data backhaul services, where mobile operators lease a number of fibre circuits to provide data backhaul.

Non-subscription revenue predominantly comprised revenue from the provision of installation and other services.

23) REVIEW OF OPERATING EXPENSES

An analysis of the Group's expense items is as follows:

(i) Broadcast and production costs

Broadcast and production costs were $14.3 million for the quarter ended 30 September 2021, up 1.0% on the pcp (30 September 2020: $14.2 million); in constant NT$, broadcast and production costs were down 2.6%. Foreign exchange contributed to a negative variance of 3.6% for the quarter compared to the pcp.

Broadcast and production costs were $42.6 million for the nine months ended 30 September 2021, up 1.1% on the pcp (30 September 2020: $42.1 million); in constant NT$, broadcast and production costs were down 1.4%. Foreign exchange contributed to a negative variance of 2.5% for the nine months compared to the pcp.

Broadcast and production costs comprised: (i) the cost of acquiring Basic cable TV and Premium digital cable TV content, (ii) the cost of acquiring bandwidth (which consists of the leasing of domestic and international bandwidth capacity from operators to support TBC's Broadband services) and (iii) costs for producing the Group's own programming.

Settlement of programming fees - Since 2019, TBC had been in the process of facilitating certain content programming discussions between its programming vendors and agent, and had placed a refundable deposit of NT$359 million (approximately $16.9 million) with the programming vendors to ensure no interruption of service while the discussions were in progress. In January 2020, again to ensure no interruption of service, the Group utilised the refundable deposit to pay programming fees of NT$359 million (approximately $16.9 million) directly to its programming vendors, such sum being claimable against the agent. Following final negotiations between TBC and the agent in April 2020, TBC agreed to bear an additional programming cost of NT$113 million (approximately $5.4 million) from the agent, which has been recognised as a one-time settlement of programming fees in 2020.

(ii) Staff costs

Staff costs were $8.3 million for the quarter ended 30 September 2021, up 13.4% on the pcp (30 September 2020: $7.3 million) and $21.4 million for the nine months ended 30 September 2021, down 6.5% on the pcp (30 September 2020: $22.9 million). Staff costs for the quarter were higher mainly due to higher staff costs in constant dollar terms. Staff costs for the nine months were lower mainly due to lower staff costs in constant dollar terms, as described below.

Staff costs, which comprise direct employee costs and general and administrative employee costs including salaries, bonuses, long-term incentives and benefits, were lower in the nine months as a result of extra prudence and tighter cost management.

During the previous year ended 31 December 2020, the Trustee-Manager cancelled the long-term incentive plan (the "LTIP") for senior management at TBC, that was adopted in 2013 by the previous owners of the Trustee-Manager. Staff costs for the pcp include LTIP expense of $0.3 million for the quarter and $0.7 million for the nine months.

The Trustee-Manager intends to start a new long-term incentive plan for its senior management at TBC in 2021.

(iii) Depreciation and amortisation expense

Depreciation and amortisation expense was $22.5 million for the quarter ended 30 September 2021, up 0.01% on the pcp (30 September 2020: $22.5 million) and $69.0 million for the nine months ended 30 September 2021, up 4.4% on the pcp (30 September 2020: $66.1 million). The increase in depreciation and amortisation expense for the quarter and nine months was mainly due to higher amortisation expense on programming rights compared to the pcp. Refer Note 9 for more details.

Depreciation and amortisation expense comprised depreciation and amortisation of the Group's capital expenditures in relation to network equipment, set-top boxes, other plant and equipment, right-of-use assets, programming rights and software. For the quarter and nine months ended 30 September 2021, depreciation for right-of-use assets was $0.7 million (30 September 2020: $0.8 million) and $2.0 million (30 September 2020: $2.3 million).

(iv) Trustee-Manager fees

The Trustee-Manager is entitled to base fees and performance fees as specified under the Trust Deed.

The Trustee-Manager base fees were $1.9 million for the quarter ended 30 September 2021 (30 September 2020: $1.9 million) and $5.5 million for the nine months ended 30 September 2021 (30 September 2020: $5.5 million). There were no performance fees payable to the Trustee-Manager for the quarter and nine months ended 30 September 2021 (30 September 2020: nil).

The base fees are payable semi-annually in arrears for every six months ending 30 June and 31 December of each year. Payment of the base fees, whether in the form of cash and/or units, shall be made out of the Trust property within 30 days of the last day of every six months (or such other period as may be determined by the Trustee-Manager at its discretion).

(v) Net foreign exchange gain

Net foreign exchange gain for the quarter ended 30 September 2021 was $0.1 million (30 September 2020: $0.2 million) and net foreign exchange gain for the nine months ended 30 September 2021 was $0.6 million (30 September 2020: $1.0 million). Net foreign exchange gain for the quarter and nine months ended 30 September 2021 includes unrealised foreign exchange movements from translations at the subsidiary level which are not expected to be realised.

(vi) Mark to market gain/(loss) on derivative financial instruments

The Group uses foreign exchange contracts to manage its exposure to foreign exchange movements as discussed in Note 10(i). For the quarter ended 30 September 2021, the period end mark to market gain on foreign currency contracts was $0.2 million (30 September 2020: $0.7 million) and for the nine months ended 30 September 2021, the period end mark to market loss on foreign currency contracts was $0.4 million (30 September 2020: $2.0 million). Mark to market gain/(loss) on derivative financial instruments includes loss of $0.04 million (30 September 2020: $0.2 million) and loss of $0.6 million (30 September 2020: $0.9 million) on NT$ foreign exchange contracts settled during the quarter and nine months.

(vii) Other operating expenses

Other operating expenses were $4.8 million for the quarter ended 30 September 2021, down 35.1% on the pcp (30 September 2020: $7.4 million) and $17.2 million for the nine months ended 30 September 2021, down 22.7% on the pcp (30 September 2020: $22.2 million) mainly due to lower pole rental expenses, resulting from the reversal of additional pole rental expenses accrued in previous years, legal and professional fees and general and administrative expenses.

A detailed breakdown of material items included in other operating expenses is provided in the table below:

Group	Quarter ended 30 September		Nine months ended 30 September	
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Unaudited)
Lease rentals	(32)	(29)	(104)	(117)
Pole rentals	384	(1,561)	(1,176)	(4,682)
Legal and professional fees	(469)	(844)	(1,661)	(2,891)
Non-recoverable GST/VAT	(888)	(905)	(2,618)	(2,704)
Marketing and selling expenses	(1,064)	(1,321)	(3,872)	(3,548)
General and administrative expenses	(1,175)	(1,254)	(3,454)	(3,824)
Licence fees	(602)	(612)	(1,803)	(1,838)
Repairs and maintenance	(346)	(382)	(1,060)	(1,211)
Others	(587)	(450)	(1,424)	(1,397)
Total	**(4,779)**	**(7,358)**	**(17,172)**	**(22,212)**

Lease rentals for the quarter ended 30 September 2021 comprised short-term leases of less than $0.01 million (30 September 2020: less than $0.01 million) and leases of low-value assets of $0.03 million (30 September 2020: $0.03 million). Lease rentals for the nine months ended 30 September 2021 comprised short-term leases of less than $0.01 million (30 September 2020: less than $0.01 million) and leases of low-value assets of $0.1 million (30 September 2020: $0.1 million).

(viii) Amortisation of deferred arrangement fees

The Group pays financing fees to lenders when entering into debt facilities or refinance existing facilities. At inception, the financing fees are recorded as unamortised arrangement fees. The fees are amortised over the period of the debt facilities as an expense to the consolidated statements of profit or loss. Amortisation of deferred arrangement fees was $0.9 million for the quarter ended 30 September 2021 (30 September 2020: $0.9 million) and $2.9 million for the nine months ended 30 September 2021 (30 September 2020: $2.7 million). Amortisation of deferred arrangement fees for the nine months ended 30 September 2021 was higher due to the write-off of unamortised arrangement fees of $0.3 million as at the date of Amendment, associated with the Offshore Facilities which were amended during the nine months. Refer Note 13 for more details.

(ix) Interest and other finance costs

Interest and other finance costs were $12.6 million for the quarter ended 30 September 2021, 10.6% higher than the pcp (30 September 2020: $11.4 million), mainly due to an increase in interest margin on onshore loans resulting from a higher leverage ratio at the TBC level, and $35.0 million for the nine months ended 30 September 2021, 3.4% lower than the pcp (30 September 2020: $36.2 million). These comprised interest expense and commitment and other fees on the Group's debt facilities. Interest and other finance costs for the quarter and nine months ended 30 September 2021 also include finance charges on lease liabilities of $0.05 million (30 September 2020: $0.1 million) and $0.2 million (30 September 2020: $0.2 million).

24) INCOME TAXES

The Group is subject to income tax in several jurisdictions. Significant judgment is required in determining provisions for income tax, including a judgment on whether tax positions are probable of being sustained in income tax assessments. There are certain transactions and calculations for which the ultimate income tax determination is uncertain during the ordinary course of business. The Group recognises liabilities for anticipated income tax issues based on estimates of whether additional taxes will be due. Where the final income tax outcome of these matters is different from the amounts that were initially recorded, these differences will impact the income tax and deferred income tax provisions in the period in which such determination is made.

The Trustee-Manager evaluates positions taken in income tax returns with respect to situations in which applicable income tax regulations are subject to interpretation. The income tax liabilities are recognised when it is more likely than not that certain tax positions may be changed upon review by income tax authorities. The Group believes that the final tax outcome of these positions can differ from those initially recognised when reviews or audits by tax authorities of tax returns are completed. Benefits from tax positions are measured at the single best estimate of the most likely outcome. At each statement of financial position date, the tax positions are reviewed and to the extent that new information becomes available that causes the Trustee-Manager to change its judgment regarding the adequacy of existing income tax liabilities, these changes to income tax liabilities are duly recognised as income tax expense in the year in which the determination is made.

The Group is not required to and does not prepare a combined consolidated income tax return. The following information represents the combined income tax data of the combined consolidated entities.

Income tax expense recognised in the consolidated statements of profit or loss was as follows:

Group	Quarter ended 30 September		Nine months ended 30 September	
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Unaudited)
Current income tax	(308)	(883)	(1,336)	(2,552)
Deferred income tax	(3,311)	(3,302)	(5,496)	(5,827)
Withholding tax	(2,245)	(2,492)	(4,885)	(5,297)
Over provision of tax in prior years[1]	-	-	1,343	2,435
Total	**(5,864)**	**(6,677)**	**(10,374)**	**(11,241)**

1 Over provision of tax in prior years represents adjustments made to prior years' tax provisions in the current quarter and nine months to reflect the current position of tax provision related to those years based on tax assessment, or otherwise, and does not relate to the current quarter and nine months.

Provision for income tax and the reconciliation of income tax payable were as follows:

Group	As at	
Amounts in $'000	30 September 2021 (Unaudited)	31 December 2020 (Audited)
Balance at the beginning of the year	**6,109**	**7,582**
Current income tax provision	1,336	3,157
Over provision of tax in prior years	(1,343)	(2,435)
Income tax payment	(1,534)	(987)
Prepaid and withheld income tax	(702)	(1,633)
Foreign exchange effect	175	425
Balance at the end of the period/year	**4,041**	**6,109**

25) NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	Group as at		Trust as at	
	30 September 2021 (Unaudited)	31 December 2020 (Audited)	30 September 2021 (Unaudited)	31 December 2020 (Audited)
Net asset value attributable to unitholders				
Total net asset value attributable to unitholders ($'000)	1,247,447	1,189,559	1,387,226	1,386,363
Total number of units in issue used in calculation of net asset value per unit attributable to unitholders ('000)	1,806,355	1,806,355	1,806,355	1,806,355
Net asset value per unit attributable to unitholders ($)	**0.69**	**0.66**	**0.77**	**0.77**

As at 30 September 2021, the Group had negative working capital of $7.6 million (31 December 2020: $174.9 million). This includes contract liabilities of $34.9 million representing collections received in advance from subscribers, net of contract costs, which do not require any future cash outflow from the Group (31 December 2020: $32.8 million). The Group's current liabilities as at 31 December 2020 also included the current portion of Offshore Facilities of $169.7 million which were due for maturity in July 2021. As discussed in Note 13, in March 2021, APTT extended the maturity date of its existing Offshore Facilities to July 2023.

After adjusting for these amounts, the Group would have positive working capital of $27.3 million (31 December 2020: $27.6 million). The Group has undrawn debt facilities of $84.7 million (31 December 2020: $132.1 million) which can be drawn to address any shortfall in working capital requirements.

The Group believes that it has adequate working capital for its present requirements and that its existing debt facilities, together with cash and cash equivalents, will provide sufficient funds to satisfy its working capital requirements and anticipated capital expenditures and other payment obligations for the next 12 months, after taking into consideration the following factors:

- The Group has five cable TV system operators, with their nine-year cable TV licences renewed in either 2008 or 2009, that serve approximately 694,000 cable TV RGUs as at 30 September 2021, with more than 175 channels of exciting local and international content on its digital TV platforms in Taiwan. The Group's cable TV licences were extended to 12 years following the Cable Law amendments to accelerate digitisation and analogue broadcasting switch-off, making the next renewal periods in 2020 and 2021. The Group completed the digitisation of its subscriber base across all five franchise areas in 2017 and switched off analogue TV broadcasting. The five licences that were due for renewal in 2020 and 2021 have been successfully renewed until 2029 and 2030. Hence, it is expected that the Group's core business, i.e. cable TV system operators and their related businesses, will continue generating sufficient and stable cash inflows. This is consistent with the positive operating cash flows generated by the Group of $145.9 million for the nine months ended 30 September 2021 (year ended 31 December 2020: $168.6 million);
- In view of the steady operating cash flows generated, good credibility over the past years and full compliance with the requirements as stipulated in the debt facilities, the Trustee-Manager is confident it can refinance such debt facilities when required; and
- The Trustee-Manager has carefully monitored and managed its cash flows. Management and operation reports are prepared and reviewed on a monthly basis and cash flow forecasts are prepared on a quarterly basis to project cash flow requirements of the Group using various general and operational assumptions.

26) EARNINGS PER UNIT

Group	Quarter ended 30 September		Nine months ended 30 September	
	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Unaudited)
Weighted average number of units in issue ('000)	1,806,355	1,806,355	1,806,355	1,574,201
Profit after income tax attributable to unitholders of APTT ($'000)	4,492	4,404	19,462	15,174
Basic and diluted earnings per unit (cents)	**0.25**	**0.24**	**1.08**	**0.96**

27) DISTRIBUTIONS

Distributions will be made on a quarterly basis, with the amount calculated as at 31 March, 30 June, 30 September and 31 December each year for the three-month period ending on each of the said dates. The Trustee-Manager will pay the distributions no later than 90 days after the end of each distribution period.

The Board of Directors of the Trustee-Manager has declared an ordinary interim distribution of 0.25 cents per unit for the quarter ended 30 September 2021.

	Quarter ended 30 September	
	2021	2020
Ordinary interim distribution	0.25 cents per unit	0.25 cents per unit
Announcement date	12 November 2021	12 November 2020
Ex-distribution date	15 December 2021	10 December 2020
Record date	16 December 2021	11 December 2020
Date payable	23 December 2021	18 December 2020

The Board has re-affirmed distribution guidance of 0.25 cents per unit for the fourth quarter of 2021, subject to no material changes in planning assumptions.

The Board has also provided distribution guidance for the year ending 31 December 2022. The distribution for 2022 is expected to remain at 1.0 cent per unit, to be paid in quarterly instalments of 0.25 cents per unit, subject to no material changes in planning assumptions.

Historical distributions

The table below provides details of APTT's historical distributions:

Distribution period	Distribution Cents per unit
Six months ended:	
30 June 2013[1]	4.80
31 December 2013	4.13
30 June 2014	4.12
Quarter ended:	
30 September 2014	2.00
31 December 2014	2.13
31 March 2015	2.00
30 June 2015	2.00
30 September 2015	2.00
31 December 2015	2.25
31 March 2016	1.625
30 June 2016	1.625
30 September 2016	1.625
31 December 2016	1.625
31 March 2017	1.625
30 June 2017	1.625
30 September 2017	1.625
31 December 2017	1.625
31 March 2018	1.625
30 June 2018	1.625
30 September 2018	1.625
31 December 2018	0.30
31 March 2019	0.30
30 June 2019	0.30
30 September 2019	0.30
31 December 2019	0.30
31 March 2020	0.30
30 June 2020	0.25
30 September 2020	0.25
31 December 2020	0.25
31 March 2021	0.25
30 June 2021	0.25
30 September 2021 (to be paid on 23 December 2021)	0.25
Total	**46.605**

[1] The first distribution period was from the APTT listing date, 29 May 2013, to 30 June 2013 and included a non-recurring payment of 1.64 cents per unit as excess cash at TBC at the time of APTT's listing that was only available for distribution as part of the first APTT distribution payment.

These interim financial statements do not reflect the distribution for the quarter ended 30 September 2021, which will be accounted for in total equity as an appropriation of retained earnings in the year ending 31 December 2021.

28) RELATED PARTY TRANSACTIONS

(i) The Trustee-Manager

The Trustee-Manager, APTT Management Pte. Limited, was incorporated in Singapore under the Singapore Companies Act on 17 April 2013. The Trustee-Manager is a wholly owned subsidiary of Dynami, which is a Singapore-incorporated company. Dynami is fully owned by Mr Lu Fang-Ming, the Chairman of Asia Pacific Telecom Co., Ltd.

The Trustee-Manager has the dual responsibility of safeguarding the interests of unitholders and managing the business conducted by APTT. The Trustee-Manager manages APTT's business with an objective of providing unitholders with stable and sustainable distributions.

The following transactions occurred between APTT and the Trustee-Manager during the quarter and nine months:

Amounts in $'000	Quarter ended 30 September 2021 (Unaudited)	Quarter ended 30 September 2020 (Unaudited)	Nine months ended 30 September 2021 (Unaudited)	Nine months ended 30 September 2020 (Unaudited)
Trustee-Manager fees	1,855	1,850	5,504	5,509
Distributions paid	26	26	78	76
Total	**1,881**	**1,876**	**5,582**	**5,585**

On 10 January 2020, APTT issued 2,955,468 units to the Trustee-Manager at a price of $0.1692 per unit, for payment of $0.5 million, out of the total $3.9 million Trustee-Manager base fees for the six-month period from 1 July 2019 to 31 December 2019. Refer to detail of changes in unitholders' funds on page 21 for more details.

On 25 June 2020, APTT allotted and issued 2,070,970 Rights Units to the Trustee-Manager at a price of $0.128 per unit, pursuant to the Rights Issue. Refer to detail of changes in unitholders' funds on page 21 for more details.

The following significant balances remained outstanding between APTT and the Trustee-Manager at the end of the reporting period:

Amounts in $'000	As at 30 September 2021 (Unaudited)	As at 31 December 2020 (Audited)
Base fees payable to the Trustee-Manager	1,855	3,699

(ii) Others

For the quarter and nine months ended 30 September 2021, the Trustee-Manager recovered ancillary charges amounting to $0.1 million (30 September 2020: $0.1 million) and $0.2 million (30 September 2020: $0.3 million) from the Trust.

The Group has not obtained a general mandate from unitholders for Interested Person Transactions.

29) EFFECTS OF SEASONALITY

There were no impacts on the Group's revenue arising from seasonality.

30) FINANCIAL RISKS AND CAPITAL RISKS MANAGEMENT

There have been no changes in the financial risk management of the Group and the Group's overall capital risk management remained unchanged from the audited financial statements for the year ended 31 December 2020.

31) CONTINGENCIES

There were no contingent liabilities or contingent assets as at 30 September 2021 and 31 December 2020 both at the Group and Trust level other than guarantees as disclosed in Note 13.

32) SEGMENT INFORMATION

The Group is principally engaged in providing Cable TV and Broadband services in Taiwan and therefore the Trustee-Manager considers that the Group operates in one single business and geographical segment.

ADDITIONAL SGX-ST LISTING MANUAL DISCLOSURE REQUIREMENTS

(i) Announcement of financial statements

Pursuant to Rule 705(2) of the SGX-ST Listing Manual, the financial statements for the quarter and nine months ended 30 September 2021 have been disclosed within 45 days after the end of the relevant financial period.

(ii) Confirmation on undertakings from directors and executive officers

Pursuant to Rule 720(1) of the SGX-ST Listing Manual, the Trustee-Manager confirms that the Trust has procured undertakings from all its Directors and Executive Officers in the form set out in Appendix 7.7.

(iii) Review by independent auditor

The interim financial statements for the nine months ended 30 September 2021 have not been audited or reviewed by the Group's auditors, Deloitte & Touche LLP.

(iv) Basis of preparation

The Group has applied the same accounting policies and methods of computation in the preparation of the interim financial statements for the current period as specified in the audited financial statements of the Group for the year ended 31 December 2020, except for the adoption of new and revised IFRS (including its consequential amendments) and interpretations which are effective for the financial period beginning on or after 1 January 2021. Refer Notes 2, 3 and 4 for more details.

(v) Functional and presentation currency

All figures, unless otherwise stated, are presented in Singapore dollars, which is APTT's functional and presentation currency.

(vi) Rounding of amounts in the financial statements

Amounts in the interim financial statements have been rounded to the nearest thousand dollars, unless otherwise indicated.

(vii) Group accounting - subsidiaries

Subsidiaries are all entities (including special purpose entities) over which control is achieved when the Trust (i) has power over the investee, (ii) is exposed, or has rights, to variable returns from its involvement with the investee and (iii) has the ability to use its power to affect its returns. Consolidation of a subsidiary begins when the Trust obtains control over the subsidiary and ceases when the Trust loses control of the subsidiary.

(viii) Forecast or prospect statement

All variances between forecasts or prospect statements ("Prospect Statement") made in previous results announcements, if any, and actual results have been explained in the report summary on pages 2 to 5 and throughout this report. The variances did not warrant that a profit warning or similar announcement be released.

(ix) Use of proceeds

APTT completed a renounceable non-underwritten Rights Issue, with the listing of and quotation for the 361,270,970 Rights Units on 26 June 2020. The total gross proceeds of approximately $46.2 million raised from the Rights Issue have been fully utilised as disclosed in an announcement dated 30 June 2020.

CONFIRMATION OF THE BOARD PURSUANT TO RULE 705(5) OF THE LISTING MANUAL

On behalf of the Board of Directors of APTT Management Pte. Limited, as Trustee-Manager of APTT, we, the undersigned hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors which may render the financial statements for the quarter and nine months ended 30 September 2021 to be false or misleading in any material aspect.

On behalf of the Board of Directors of
APTT Management Pte. Limited
(Company Registration No. 201310241D)
As Trustee-Manager of Asian Pay Television Trust

Yong Lum Sung
Chair and Independent Director

Brian McKinley
Chief Executive Officer and Executive Director

Singapore
12 November 2021

DISCLAIMERS

Asian Pay Television Trust ("APTT") is a business trust registered under the Business Trusts Act (Chapter 31A of Singapore) and listed on the Main Board of the Singapore Exchange Securities Trading Limited. APTT Management Pte. Limited is the trustee-manager of APTT (the "Trustee-Manager"). The Trustee-Manager is a wholly owned subsidiary of Dynami Vision Pte. Ltd. ("Dynami"), which is a Singapore-incorporated company. Dynami is fully owned by Mr Lu Fang-Ming, the Chairman of Asia Pacific Telecom Co., Ltd.

This report is not an offer or invitation for subscription or purchase of or a recommendation of securities in APTT. It does not take into account the investment objectives, financial situation and particular needs of the investor. Before making an investment in APTT, the investor or prospective investor should consider whether such an investment is appropriate to their particular investment needs, objectives and financial circumstances and consult an investment adviser if necessary.

Information, including forecast financial information, in this report should not be considered as a recommendation in relation to holding, purchasing or selling securities or other instruments in APTT. Due care and attention have been used in the preparation of forecast information. However, such information is based on certain assumptions and is subject to certain risks, contingencies and uncertainties, many of which are outside the control of APTT, which could cause actual results to vary materially from those that are forecasted and any such variation may be materially positive or negative. Past performance is not a reliable indication of future performance.

In particular, no representation or warranty is given as to the accuracy, likelihood of achievement or reasonableness of any forecasts, prospects or returns contained in the information. Such forecasts, prospects or returns are by their nature subject to significant uncertainties and contingencies. Each recipient of the information should make its own independent assessment of the information and take its own independent professional advice in relation to the information and any action taken on the basis of the information.

Investors should note that there are limitations on the rights of certain investors to own units in APTT under applicable Taiwan laws and regulations (the "Relevant Restrictions"). Such investors include individuals or certain corporate entities in the People's Republic of China ("PRC"), the Taiwan Government and political entities and other restricted entities and restricted persons (collectively, the "Restricted Persons"). Investors should note that the deed of trust constituting APTT dated 30 April 2013 (the "Trust Deed") provides that the Trustee-Manager may, in the case of a breach of the Relevant Restrictions, take all steps and do all things as it may in its absolute discretion deem necessary to ensure that the Relevant Restrictions are complied with. In particular, the Trust Deed provides that the Trustee-Manager has the power to require the relevant Restricted Person to dispose of their units in APTT and, if such request is not complied with within 21 days after such request (or such shorter period as the Trustee-Manager shall consider reasonable), to arrange for the sale of the relevant units in APTT. The Trustee-Manager is not required to provide any reason for, and is not liable or responsible for any losses incurred as a result of, exercising such power under the Trust Deed. For further information, investors should refer to the prospectus dated 16 May 2013 issued by APTT and the Trust Deed.