ASIAN PAY TELEVISION TRUST

SGX QUARTERLY REPORT
FOR THE QUARTER AND YEAR ENDED
31 DECEMBER 2021

Asian Pay Television Trust

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REPORT SUMMARY

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KEY HIGHLIGHTS

- Overall performance for the quarter and year ended 31 December 2021 was led by strong Broadband growth; Broadband subscribers increased by c.8,000 for the quarter and c.32,000 for the year, alongside higher ARPU; Broadband revenue improved in both S$ and NT$ for six consecutive quarters, compared to the pcp
- EBITDA increased by 8.0% and 1.2% for the quarter and full year, respectively, while EBITDA margin improved by 4.7 percentage points to 60.7% for the quarter and 2.2 percentage points to 61.1% for the year
- Steady increase in Premium digital cable TV and Broadband subscribers over the past 15 quarters more than offset Basic cable TV churn; total subscribers increased to c.1,246,000
- Capital expenditure decreased by 46.2% for the quarter and 46.6% for the year
- Size of Onshore Facilities was reduced by NT$1.5 billion (approximately $73 million[1]) as a result of accelerated debt repayments
- Extension of Onshore Facilities, ahead of maturity, reset principal repayment schedule and financial covenants
- Target to make cash repayments of approximately $60 million in onshore and offshore debt over the next 12 months
- The Trustee-Manager has approved a credit of $169.6 thousand for the 2022 Trustee-Manager fees, equivalent to the amount of the CPI increase from 2021; underscores its commitment to cost management
- Distribution of 0.25 cents per unit declared for the quarter; re-affirmed distribution guidance of 1.0 cent per unit for 2022, to be paid in quarterly instalments
- IFRS-compliant financial statements to be released on a half-yearly basis, starting from the financial year 2022

FINANCIAL HIGHLIGHTS

Asian Pay Television Trust ("APTT"[2]) reported stable revenue of $76.2 million for the quarter and $299.7 million for the full year ended 31 December 2021. Driven by lower operating expenses, earnings before interest, tax, depreciation and amortisation ("EBITDA") for the quarter and full year increased by 8.0% and 1.2% to $46.3 million and $183.1 million, respectively, while EBITDA margin improved by 4.7 percentage points to 60.7% for the quarter and 2.2 percentage points to 61.1% for the year.

Foreign exchange contributed to a positive variance of 3.2% for the quarter and 2.7% for the year. In constant Taiwan dollars ("NT$"), total revenue decreased by 3.6% for the quarter and 5.2% for the year, 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 full year in 2021.

Group	Quarter ended 31 December			Year ended 31 December		
Amounts in $'000	2021	2020	Variance[4] (%)	2021	2020	Variance[4] (%)
Revenue						
Basic cable TV	57,726	60,386	(4.4)	229,481	243,590	(5.8)
Premium digital cable TV	3,126	3,185	(1.9)	12,806	12,976	(1.3)
Broadband	15,393	12,944	18.9	57,458	50,812	13.1
Total revenue	**76,245**	**76,515**	**(0.4)**	**299,745**	**307,378**	**(2.5)**
Total operating expenses[5]	**(29,948)**	**(33,636)**	**11.0**	**(116,640)**	**(126,412)**	**7.7**
EBITDA	**46,297**	**42,879**	**8.0**	**183,105**	**180,966**	**1.2**
EBITDA margin	60.7%	56.0%		61.1%	58.9%	

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 statement of profit or loss on page 16, in order to arrive at EBITDA and EBITDA margin presented here.

Broadband recorded strong growth, with continued increases in subscribers, ARPU[3] and revenue in both S$ and NT$. During the quarter, c.8,000 subscribers were added, alongside higher ARPU which improved by NT$5 to NT$369 per month. In S$ and NT$, Broadband revenue, which includes revenue from data backhaul, increased 18.9% and 15.7% for the quarter and 13.1% and 10.4% for the year, respectively, validating the success of TBC's Broadband growth strategy.

Together with the c.7,000 increase in Premium digital cable TV subscribers, TBC's total number of subscribers increased to c.1,246,000 as at 31 December 2021. The continued growth in Premium digital cable TV and Broadband subscribers over the past 15 quarters has consistently more than offset the churn in Basic cable TV.

Mr Brian McKinley, Chief Executive Officer of the Trustee-Manager said, *"We will ride the momentum and continue to drive our two-pronged broadband growth strategy: meet the growing demand for high-speed data plans and support mobile operators in the build out of their 5G networks – multi-year investments that present opportunities for the Trust. Over the long term, our aim is to grow cash flows from broadband to a level that more than offsets the decline in our basic cable TV business."*

To broaden its fixed-line broadband market share, TBC will continue to offer higher speed plans at competitive prices, and step-up partnerships with mobile operators to drive the fixed-line broadband only segment – a strategy that has yielded positive results.

OPERATIONAL PERFORMANCE

TBC's[6] operational highlights for the quarter and year ended 31 December 2021 were as follows:

- **Basic cable TV:** Basic cable TV revenue of $57.7 million for the quarter, which comprised subscription revenue of $48.2 million and non-subscription revenue of $9.5 million, was down 4.4% on the prior corresponding period ("pcp"). On a full year basis, Basic cable TV revenue of $229.5 million, comprising subscription revenue of $193.8 million and non-subscription revenue of $35.6 million, was down 5.8%. In constant NT$, Basic cable TV revenue for the quarter and year decreased by 7.6% and 8.5%. The overall decline in Basic cable TV revenue was mainly due to lower revenue generated from channel leasing. TBC's c.691,000 Basic cable TV RGUs[7] contributed an ARPU of NT$476 per month in the quarter to access over 100 cable TV channels. Basic cable TV RGUs decreased by c.3,000 and ARPU was marginally lower by NT$2 compared to the previous quarter ended 30 September 2021 (RGUs: c.694,000; ARPU: NT$478 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 for the quarter and year, 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 $3.1 million for the quarter was down 1.9% on the pcp. On a full year basis, Premium digital cable TV revenue of $12.8 million was 1.3% lower. In constant NT$, Premium digital cable TV revenue for the quarter and year decreased by 5.1% and 4.0%. Revenue was generated predominantly from TBC's c.273,000 Premium digital cable TV RGUs each contributing an ARPU of NT$76 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.7,000 but ARPU was lower by NT$4 compared to the previous quarter ended 30 September 2021 (RGUs: c.266,000; ARPU: NT$80 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.

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.

- **Broadband:** Despite the strong competition from mobile operators offering inexpensive unlimited data plans, Broadband RGUs increased by c.8,000 during the quarter, alongside an NT$5 improvement in ARPU. Broadband revenue of $15.4 million for the quarter, which includes revenue from data backhaul, was up 18.9% on the pcp. On a full year basis, Broadband revenue of $57.5 million was 13.1% higher. In constant NT$, Broadband revenue for the quarter and year increased by 15.7% and 10.4%. Broadband revenue was generated predominantly from TBC's c.282,000 Broadband RGUs each contributing an ARPU of NT$369 per month in the quarter for high-speed Broadband services, an NT$5 improvement compared to the previous quarter ended 30 September 2021 (RGUs: c.274,000; ARPU: NT$364 per month). The growth in both Broadband subscribers and ARPU reflects the success of TBC's Broadband marketing outreach to offer higher speeds at competitive prices to acquire new RGUs and re-contract existing RGUs.

Aggressive targets have been set to tighten capital expenditure. For the quarter and full year, capital expenditure decreased by 46.2% and 46.6%, compared to the pcp. As a percentage of revenue, capital expenditure was 8.4% for the quarter and 10.0% for the full year.

Going forward, the level of capital expenditure is projected to be lower than the last three years, given that TBC has built a sufficiently dense fibre network to adequately support its broadband growth strategy. However, to future proof its network, TBC will continue to increase fibre density by bringing down the number of homes served per fibre node beyond the current level of about 250 homes per fibre node. Capital expenditure will be pegged to industry norms and will be closely monitored to focus on areas that can support TBC's aggressive push to grow the broadband business.

In 2020 and 2021, following the respective renewal application submissions with the National Communications Commission of Taiwan ("NCC"), all five of TBC's cable TV licences have been successfully renewed until 2029 and 2030.

SAFEGUARDING LONG-TERM CAPITAL STRUCTURE

In December 2021, APTT successfully extended the maturity date ("Onshore Amendment") of its NT$ denominated seven-year facilities ("Onshore Facilities") by three years from November 2025 to November 2028, and on the same major terms. The Onshore Amendment saw the Trust immediately paring down NT$0.8 billion (approximately $40 million) using cash on the balance sheet. Together with cash repayments amounting to NT$0.7 billion (approximately $33 million) over the last 24 months, the size of APTT's available Onshore Facilities has been reduced from NT$31.0 billion to NT$29.5 billion.

Mr McKinley added, *"The Onshore Amendment agreement reflects lenders' confidence in APTT's commitment to its business and debt management strategies. Extending our Onshore Facilities by three years will reset our principal repayments schedule and financial covenants. Our aim is to make use of this period to pay down as much debt as possible using cash generated from operations, save on interest costs and gradually lower our gearing. In the next 12 months, we aim to further strengthen our balance sheet by repaying approximately $60 million in onshore and offshore debt."*

Earlier this year, in March 2021, APTT successfully extended the maturity date ("Offshore Amendment") of its existing S$ denominated offshore facilities ("Offshore Facilities") by two years from July 2021 to July 2023, and on the same major terms.

In 2022, APTT will commence discussions with lenders to extend its Offshore Facilities to at least 2025. Subject to the successful extension for another two years, before the end of 2022, the Trust should not have to revisit its borrowing facilities, both onshore and offshore, until 2025. The focus would then be channelled towards accelerated debt repayments and driving the broadband business. There may also be some flexibility with respect to distributions after 2022, subject to operating conditions.

OUTLOOK

Operationally, 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 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 2022 are expected to be higher than 2021, mainly due to the reversal of pole rental expenses 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.

CREDIT BY THE TRUSTEE-MANAGER OF FEE INCREASE IN 2022

In accordance with the APTT Trust Deed, the Trustee-Manager fees are subject to an annual increment, measured by the percentage increase (if any) in the year-on-year Singapore Consumer Price Index ("CPI"). The Trustee-Manager fees in 2022 are subject to the 2021 CPI increase of 2.30%, amounting to $169.6 thousand.

The Trustee-Manager has approved a credit of $169.6 thousand, equivalent to the CPI increase, for the 2022 Trustee-Manager fees. Accordingly, the net fees for 2022 will remain unchanged at the 2021 level of $7.36 million. This move underscores the Trustee-Manager's commitment to cost management.

DISTRIBUTIONS

The Board of Directors of the Trustee-Manager (the "Board") has declared an ordinary distribution of 0.25 cents per unit for the quarter ended 31 December 2021. The record date will be 18 March 2022 and the distribution will be paid on 25 March 2022.

The Board is re-affirming the 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.

CHANGE TO REPORTING OF FINANCIAL STATEMENTS

In line with the amendments to Rule 705(2) of the Listing Manual of the Singapore Exchange Securities Trading Limited which were effective from 7 February 2020, APTT will move to the reporting of IFRS-compliant financial statements on a half-year basis with effect from the financial year beginning 1 January 2022. The next IFRS-compliant financial results announcement will be for the half-year period ending 30 June 2022.

Notwithstanding this, the Trustee-Manager will provide material business updates, key financial information and operating data, as well as abridged financial statements for the first and third quarters of the financial year.

The Trustee-Manager will also continue with quarterly briefings to analysts and unitholders, proactively engage stakeholders through its various communication channels, and comply with all disclosure obligations.

There will be no change to APTT's quarterly distribution policy in 2022.

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 2021 were not material. While some additional expenses are expected to be incurred to implement further COVID-19 related measures in 2022, 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 the Business Trusts Act 2004 of Singapore ("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 fully owned by Mr Lu Fang-Ming, the former 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 10,500 unitholders as at 31 December 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 1.3 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 168 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 1947 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 31 December 2021	Quarter ended 31 December 2020	Quarter ended 31 December Variance[3] (%)	Year ended 31 December 2021	Year ended 31 December 2020	Year ended 31 December Variance[3] (%)
Revenue							
Basic cable TV	22(i)	57,726	60,386	(4.4)	229,481	243,590	(5.8)
Premium digital cable TV	22(ii)	3,126	3,185	(1.9)	12,806	12,976	(1.3)
Broadband	22(iii)	15,393	12,944	18.9	57,458	50,812	13.1
Total revenue		**76,245**	**76,515**	**(0.4)**	**299,745**	**307,378**	**(2.5)**
Operating expenses[4]							
Broadcast and production costs	23(i)	(14,980)	(14,742)	(1.6)	(57,566)	(56,883)	(1.2)
Staff costs	23(ii)	(6,658)	(8,366)	20.4	(28,088)	(31,280)	10.2
Trustee-Manager fees	23(iv)	(1,855)	(1,850)	(0.3)	(7,359)	(7,359)	-
Other operating expenses	23(vii)	(6,455)	(8,678)	25.6	(23,627)	(30,890)	23.5
Total operating expenses		**(29,948)**	**(33,636)**	**11.0**	**(116,640)**	**(126,412)**	**7.7**
EBITDA		**46,297**	**42,879**	**8.0**	**183,105**	**180,966**	**1.2**
EBITDA margin[5]		60.7%	56.0%		61.1%	58.9%	
Profit after income tax[6]		**545**	**2,271**	**(76.0)**	**20,251**	**17,677**	**14.6**
Capital expenditure							
Maintenance		4,238	5,300	20.0	16,278	19,398	16.1
Network, broadband and other		2,174	6,614	67.1	13,686	36,692	62.7
Total capital expenditure		**6,412**	**11,914**	**46.2**	**29,964**	**56,090**	**46.6**
Maintenance capital expenditure as % of revenue		5.6	6.9		5.4	6.3	
Total capital expenditure as % of revenue		8.4	15.6		10.0	18.2	
Income tax paid, net of refunds		(4,055)	(845)	(>100)	(10,066)	(7,925)	(27.0)
Interest and other finance costs paid		(11,354)	(11,357)	0.0	(46,198)	(47,958)	3.7

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 statement of profit or loss on page 16, 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 after income tax is calculated in accordance with IFRS on page 16. Refer to page 24 for reconciliation of profit after income tax to EBITDA.

SELECTED OPERATING DATA

Group	As at				
	2021				2020
	31 December	30 September	30 June	31 March	31 December
RGUs ('000)					
Basic cable TV	691	694	698	703	709
Premium digital cable TV	273	266	257	250	244
Broadband	282	274	264	255	250

Group	Quarter ended				
	2021				2020
	31 December	30 September	30 June	31 March	31 December
ARPU[1] (NT$ per month)					
Basic cable TV	476	478	480	489	482
Premium digital cable TV	76	80	84	86	90
Broadband	369	364	358	355	356
AMCR[2] (%)					
Basic cable TV	(0.6)	(0.5)	(0.6)	(0.6)	(0.7)
Premium digital cable TV	(1.0)	(0.9)	(1.1)	(1.0)	(1.2)
Broadband	(0.7)	(0.7)	(0.7)	(0.7)	(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.

The table below sets out TBC's monthly Basic cable TV rates for its franchise areas from 2018 to 2022:

Franchise area Amounts in NT$	2022	2021	2020	2019	2018
South Taoyuan	510	510	510	510	510
Hsinchu County	570	570	570	570	570
North Miaoli	560	560	560	560	560
South Miaoli	560	560	560	560	560
Taichung City	550	550	550	550	550

REVIEW OF SELECTED FINANCIAL INFORMATION AND OPERATING DATA

(i) Revenue

Total revenue for the quarter ended 31 December 2021 was $76.2 million (31 December 2020: $76.5 million). Total revenue for the year ended 31 December 2021 was $299.7 million (31 December 2020: $307.4 million). Total revenue for the quarter and year was 0.4% and 2.5% lower than the pcp; in constant NT$, total revenue decreased by 3.6% for the quarter and 5.2% for the year 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 full year in 2021. Foreign exchange contributed to a positive variance of 3.2% for the quarter and 2.7% for the year 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 $29.9 million for the quarter ended 31 December 2021 were 11.0% lower than the pcp (31 December 2020: $33.6 million). Total operating expenses of $116.6 million for the year ended 31 December 2021 were 7.7% lower than the pcp (31 December 2020: $126.4 million). Total operating expenses for the quarter and year were lower compared to the pcp mainly due to lower staff costs, pole rental expenses, resulting from reversal of additional pole rental expenses accrued in previous years, lower legal and professional fees, marketing and selling expenses as well as general and administrative expenses.

(iii) EBITDA and EBITDA Margin

EBITDA of $46.3 million for the quarter ended 31 December 2021 was 8.0% higher than the pcp (31 December 2020: $42.9 million). EBITDA margin for the quarter of 60.7% was higher than the pcp (31 December 2020: 56.0%).

EBITDA of $183.1 million for the year ended 31 December 2021 was 1.2% higher than the pcp (31 December 2020: $181.0 million). EBITDA margin for the year of 61.1% was higher than the pcp (31 December 2020: 58.9%).

(iv) Capital expenditure

Total capital expenditure of $6.4 million for the quarter ended 31 December 2021 was 46.2% lower than the pcp (31 December 2020: $11.9 million). For the year ended 31 December 2021, total capital expenditure of $30.0 million was 46.6% lower than the pcp (31 December 2020: $56.1 million). Total capital expenditure as a percentage of revenue was 8.4% for the quarter (31 December 2020: 15.6%) and 10.0% for the year (31 December 2020: 18.2%).

Total capital expenditure for the quarter and year was lower than the pcp because of lower capital expenditure being incurred on maintenance, network, broadband and other capital expenditure compared to the pcp. As fibre network investments are past the peak, the level of capital expenditure is projected to be lower than the last three years. TBC is exercising extra prudence. The level of capital expenditure, which will be pegged to industry norms, 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

FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 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.

		Group as at 31 December		Trust as at 31 December	
Amounts in $'000	Note[1]	2021 (Unaudited)	2020 (Audited)	2021 (Unaudited)	2020 (Audited)
Assets					
Current assets					
Cash and cash equivalents	5	124,664	96,996	6,298	3,387
Trade and other receivables	6	16,089	14,434	-	-
Derivative financial instruments	10	231	322	231	322
Contract costs	11	1,199	1,111	-	-
Other assets	12	1,161	1,412	76	72
		143,344	**114,275**	**6,605**	**3,781**
Non-current assets					
Investment in subsidiaries	7	-	-	1,387,351	1,387,351
Property, plant and equipment	8	292,493	330,490	-	2
Intangible assets	9	2,584,991	2,509,476	-	-
Derivative financial instruments	10	60	144	60	144
Contract costs	11	376	357	-	-
Other assets	12	1,308	1,071	2	2
		2,879,228	**2,841,538**	**1,387,413**	**1,387,499**
Total assets		**3,022,572**	**2,955,813**	**1,394,018**	**1,391,280**
Liabilities					
Current liabilities					
Borrowings from financial institutions	13	58,395	190,874	-	-
Derivative financial instruments	10	111	5,269	111	895
Trade and other payables	14	53,510	23,550	3,710	3,699
Contract liabilities	15	37,351	33,949	-	-
Retirement benefit obligations	16	1,523	1,483	-	-
Income tax payable	24	5,970	6,109	-	-
Other liabilities	18	24,091	27,903	230	181
		180,951	**289,137**	**4,051**	**4,775**
Non-current liabilities					
Borrowings from financial institutions	13	1,455,097	1,337,314	-	-
Derivative financial instruments	10	43	142	43	142
Retirement benefit obligations	16	9,142	9,852	-	-
Deferred tax liabilities	17	107,194	97,948	-	-
Other liabilities	18	27,343	29,527	-	-
		1,598,819	**1,474,783**	**43**	**142**
Total liabilities		**1,779,770**	**1,763,920**	**4,094**	**4,917**
Net assets		**1,242,802**	**1,191,893**	**1,389,924**	**1,386,363**
Equity					
Unitholders' funds	19	1,389,351	1,389,351	1,389,351	1,389,351
Reserves	20	220,247	166,927	-	-
Accumulated (deficit)/surplus		(369,203)	(366,719)	573	(2,988)
Equity attributable to unitholders of APTT		**1,240,395**	**1,189,559**	**1,389,924**	**1,386,363**
Non-controlling interests	21	2,407	2,334	-	-
Total equity		**1,242,802**	**1,191,893**	**1,389,924**	**1,386,363**

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

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

Group		Quarter ended 31 December			Year ended 31 December		
Amounts in $'000	Note[1]	2021 (Unaudited)	2020 (Unaudited)	Variance[2] (%)	2021 (Unaudited)	2020 (Audited)	Variance[2] (%)
Revenue							
Basic cable TV	22(i)	57,726	60,386	(4.4)	229,481	243,590	(5.8)
Premium digital cable TV	22(ii)	3,126	3,185	(1.9)	12,806	12,976	(1.3)
Broadband	22(iii)	15,393	12,944	18.9	57,458	50,812	13.1
Total revenue		**76,245**	**76,515**	**(0.4)**	**299,745**	**307,378**	**(2.5)**
Operating expenses							
Broadcast and production costs	23(i)	(14,980)	(14,742)	(1.6)	(57,566)	(56,883)	(1.2)
Settlement of programming fees[3]	23(i)	-	-	-	-	(5,360)	100
Staff costs[4]	23(ii)	(6,658)	(8,366)	20.4	(28,088)	(31,280)	10.2
Depreciation and amortisation expense	23(iii)	(17,562)	(23,619)	25.6	(86,592)	(89,745)	3.5
Trustee-Manager fees	23(iv)	(1,855)	(1,850)	(0.3)	(7,359)	(7,359)	0.0
Net foreign exchange gain/(loss)[5]	23(v)	66	(506)	>100	682	492	38.6
Mark to market gain/(loss) on derivative financial instruments[6]	23(vi)	391	632	(38.1)	(11)	(1,386)	99.2
Other operating expenses[7]	23(vii)	(6,455)	(8,678)	25.6	(23,627)	(30,890)	23.5
Total operating expenses		**(47,053)**	**(57,129)**	**17.6**	**(202,561)**	**(222,411)**	**8.9**
Operating profit		**29,192**	**19,386**	**50.6**	**97,184**	**84,967**	**14.4**
Amortisation of deferred arrangement fees[8]	23(viii)	(13,166)	(937)	(>100)	(16,080)	(3,642)	(>100)
Interest and other finance costs	23(ix)	(11,398)	(11,313)	(0.8)	(46,396)	(47,542)	2.4
Profit before income tax		**4,628**	**7,136**	**(35.1)**	**34,708**	**33,783**	**2.7**
Income tax expense[9]	24	(4,083)	(4,865)	16.1	(14,457)	(16,106)	10.2
Profit after income tax		**545**	**2,271**	**(76.0)**	**20,251**	**17,677**	**14.6**
Profit after income tax attributable to:							
Unitholders of APTT		451	2,166	(79.2)	19,913	17,340	14.8
Non-controlling interests		94	105	(10.5)	338	337	0.3
Profit after income tax		**545**	**2,271**	**(76.0)**	**20,251**	**17,677**	**14.6**
Basic and diluted earnings per unit attributable to unitholders of APTT (cents)[10]	26	**0.02**	**0.12**		**1.10**	**1.06**	

1 The above consolidated statement 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 Decrease in staff costs was mainly due to lower staff costs in constant dollar terms. Refer Note 23(ii) for more details.
5 Variance in net foreign exchange gain/(loss) 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 Increase in amortisation of deferred arrangement fees was due to write-off of unamortised arrangement fee on the amendment of Onshore Facilities and Offshore Facilities. Refer Note 23(viii) for more details.
9 Variance in income tax expense was mainly due to lower deferred income 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 STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Group	Quarter ended 31 December			Year ended 31 December		
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	Variance[1] (%)	2021 (Unaudited)	2020 (Audited)	Variance[1] (%)
Profit after income tax	**545**	**2,271**	**(76.0)**	**20,251**	**17,677**	**14.6**
Other comprehensive income/(loss)						
Items that will not subsequently be reclassified to profit or loss:						
Remeasurement of defined benefit obligation	143	488	(70.7)	143	488	(70.7)
	143	**488**	**(70.7)**	**143**	**488**	**(70.7)**
Items that may subsequently be reclassified to profit or loss:						
Exchange differences on translation of foreign operations	(3,067)	(3,659)	16.2	46,276	62,144	(25.5)
Movement on change in fair value of cash flow hedging financial instruments	171	1,235	(86.2)	3,460	(329)	>100
Deferred tax relating to items that may subsequently be reclassified to profit or loss	(234)	(247)	5.3	(892)	66	(>100)
	(3,130)	**(2,671)**	**(17.2)**	**48,844**	**61,881**	**(21.1)**
Other comprehensive (loss)/income, net of tax	**(2,987)**	**(2,183)**	**(36.8)**	**48,987**	**62,369**	**(21.5)**
Total comprehensive (loss)/income	**(2,442)**	**88**	**(>100)**	**69,238**	**80,046**	**(13.5)**
Total comprehensive (loss)/income attributable to:						
Unitholders of APTT	(2,536)	(17)	(>100)	68,900	79,709	(13.6)
Non-controlling interests	94	105	(10.5)	338	337	0.3
Total comprehensive (loss)/income	**(2,442)**	**88**	**(>100)**	**69,238**	**80,046**	**(13.5)**

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

The above consolidated statement 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	-	-	19,913	19,913	338	20,251
Other comprehensive income, net of tax	-	48,987	-	48,987	-	48,987
Total	**-**	**48,987**	**19,913**	**68,900**	**338**	**69,238**
Transactions with unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	(115)	(115)
Transfer to capital reserves	-	4,333	(4,333)	-	-	-
Distributions paid	-	-	(18,064)	(18,064)	(150)	(18,214)
Total	**-**	**4,333**	**(22,397)**	**(18,064)**	**(265)**	**(18,329)**
Balance as at 31 December 2021	**1,389,351**	**220,247**	**(369,203)**	**1,240,395**	**2,407**	**1,242,802**

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 October 2021	**1,389,351**	**223,234**	**(365,138)**	**1,247,447**	**2,377**	**1,249,824**
Total comprehensive (loss)/income						
Profit after income tax	-	-	451	451	94	545
Other comprehensive loss, net of tax	-	(2,987)	-	(2,987)	-	(2,987)
Total	**-**	**(2,987)**	**451**	**(2,536)**	**94**	**(2,442)**
Transactions with unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	(64)	(64)
Distributions paid	-	-	(4,516)	(4,516)	-	(4,516)
Total	**-**	**-**	**(4,516)**	**(4,516)**	**(64)**	**(4,580)**
Balance as at 31 December 2021	**1,389,351**	**220,247**	**(369,203)**	**1,240,395**	**2,407**	**1,242,802**

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

Group (Audited) 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	-	-	17,340	17,340	337	17,677
Other comprehensive income, net of tax	-	62,369	-	62,369	-	62,369
Total	**-**	**62,369**	**17,340**	**79,709**	**337**	**80,046**
Transactions with unitholders, recognised directly in equity						
Units issued against settlement of management fees to Trustee-Manager	500	-	-	500	-	500
Issuance of Rights Units (net of expenses)	45,000	-	-	45,000	-	45,000
Settlement of transactions with non-controlling interests	-	-	-	-	(118)	(118)
Transfer to capital reserves	-	4,170	(4,170)	-	-	-
Distributions paid	-	-	(17,702)	(17,702)	(363)	(18,065)
Total	**45,500**	**4,170**	**(21,872)**	**27,798**	**(481)**	**27,317**
Balance as at 31 December 2020	**1,389,351**	**166,927**	**(366,719)**	**1,189,559**	**2,334**	**1,191,893**

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 October 2020	**1,389,351**	**169,110**	**(364,369)**	**1,194,092**	**2,309**	**1,196,401**
Total comprehensive (loss)/income						
Profit after income tax	-	-	2,166	2,166	105	2,271
Other comprehensive loss, net of tax	-	(2,183)	-	(2,183)	-	(2,183)
Total	**-**	**(2,183)**	**2,166**	**(17)**	**105**	**88**
Transactions with unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	(14)	(14)
Distributions paid	-	-	(4,516)	(4,516)	(66)	(4,582)
Total	**-**	**-**	**(4,516)**	**(4,516)**	**(80)**	**(4,596)**
Balance as at 31 December 2020	**1,389,351**	**166,927**	**(366,719)**	**1,189,559**	**2,334**	**1,191,893**

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 2021	**1,389,351**	**(2,988)**	**1,386,363**
Total comprehensive income			
Profit after income tax	-	21,625	21,625
Total	**-**	**21,625**	**21,625**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(18,064)	(18,064)
Total	**-**	**(18,064)**	**(18,064)**
Balance as at 31 December 2021	**1,389,351**	**573**	**1,389,924**

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated (deficit)/surplus	Total equity
Balance as at 1 October 2021	**1,389,351**	**(2,125)**	**1,387,226**
Total comprehensive income			
Profit after income tax	-	7,214	7,214
Total	**-**	**7,214**	**7,214**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(4,516)	(4,516)
Total	**-**	**(4,516)**	**(4,516)**
Balance as at 31 December 2021	**1,389,351**	**573**	**1,389,924**

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

Trust (Audited) Amounts in $'000	Unitholders' funds	Accumulated deficit	Total equity
Balance as at 1 January 2020	**1,343,851**	**(752)**	**1,343,099**
Total comprehensive income			
Profit after income tax	-	15,466	15,466
Total	**-**	**15,466**	**15,466**
Transactions with unitholders, recognised directly in equity			
Units issued against settlement of management fees to Trustee-Manager	500	-	500
Issuance of Rights Units (net of expenses)	45,000	-	45,000
Distributions paid	-	(17,702)	(17,702)
Total	**45,500**	**(17,702)**	**27,798**
Balance as at 31 December 2020	**1,389,351**	**(2,988)**	**1,386,363**

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated surplus/(deficit)	Total equity
Balance as at 1 October 2020	**1,389,351**	**1,020**	**1,390,371**
Total comprehensive income			
Profit after income tax	-	508	508
Total	**-**	**508**	**508**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(4,516)	(4,516)
Total	**-**	**(4,516)**	**(4,516)**
Balance as at 31 December 2020	**1,389,351**	**(2,988)**	**1,386,363**

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

DETAIL OF CHANGES IN UNITHOLDERS' FUNDS

Trust	Quarter ended 31 December		Year ended 31 December	
Number of units in '000	2021	2020	2021	2020
At beginning of the quarter/year	**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/year	**1,806,355**	**1,806,355**	**1,806,355**	**1,806,355**

Trust	Quarter ended 31 December		Year ended 31 December	
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Audited)
At beginning of the quarter/year	**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/year	**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 years ended 31 December 2021 and 2020, the Trust did not have any convertible securities, treasury units or subsidiary holdings on issue.

CONSOLIDATED STATEMENT OF CASH FLOWS

Group Amounts in $'000	Quarter ended 31 December		Year ended 31 December	
	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Audited)
Cash flows from operating activities				
Profit after income tax	**545**	**2,271**	**20,251**	**17,677**
Adjustments for:				
Depreciation and amortisation expense	17,562	23,619	86,592	89,745
Net foreign exchange (gain)/loss	(1,473)	333	(1,765)	(2,100)
Gain on lease modification	-	-	(18)	-
Mark to market (gain)/loss on derivative financial instruments	(391)	(632)	11	1,386
Amortisation of deferred arrangement fees	13,166	937	16,080	3,642
Interest and other finance costs	11,398	11,313	46,396	47,542
Income tax expense	4,083	4,865	14,457	16,106
Settlement of management fees in units to Trustee-Manager	-	-	-	500
Operating cash flows before movements in working capital	**44,890**	**42,706**	**182,004**	**174,498**
Trade and other receivables	(1,477)	(2,098)	(1,660)	(2,478)
Trade and other payables	14,559	2,785	29,960	(15,728)
Contract costs	94	13	(107)	(1,468)
Contract liabilities	1,224	272	3,402	2,498
Retirement benefit obligations	(686)	(66)	(527)	278
Other assets	341	1,132	14	16,412
Other liabilities	3,227	3,023	1,114	2,829
Cash generated from operations	**62,172**	**47,767**	**214,200**	**176,841**
Income tax paid, net of refunds	(4,055)	(845)	(10,066)	(7,925)
Interest paid on lease liabilities (Note 13)	(45)	(70)	(198)	(283)
Net cash inflows from operating activities	**58,072**	**46,852**	**203,936**	**168,633**
Cash flows from investing activities				
Acquisition of property, plant and equipment	(6,763)	(12,991)	(29,470)	(50,972)
Proceeds from disposal of property, plant and equipment	-	-	338	-
Acquisition of intangible assets	(520)	(1,242)	(4,642)	(8,646)
Net cash used in investing activities	**(7,283)**	**(14,233)**	**(33,774)**	**(59,618)**
Cash flows from financing activities				
Interest and other finance costs paid (Note 13)	(11,354)	(11,357)	(46,198)	(47,958)
Borrowings from financial institutions (Note 13)	-	18,908	8,996	23,908
Repayment of borrowings to financial institutions (Note 13)	(59,499)	(21,652)	(83,605)	(89,660)
Settlement of lease liabilities (Note 13)	(674)	(831)	(2,639)	(3,155)
Settlement of derivative financial instruments (Note 13)	(86)	(197)	(719)	(1,072)
Settlement of transactions with non-controlling interests	(64)	(14)	(115)	(118)
Proceeds from issuance of Rights Units (net of expenses)	-	-	-	45,000
Distributions to non-controlling interests	-	(66)	(150)	(363)
Distributions to unitholders	(4,516)	(4,516)	(18,064)	(17,702)
Net cash used in financing activities	**(76,193)**	**(19,725)**	**(142,494)**	**(91,120)**
Net (decrease)/increase in cash and cash equivalents	**(25,404)**	**12,894**	**27,668**	**17,895**
Cash and cash equivalents at the beginning of the quarter/year	150,068	84,102	96,996	79,101
Cash and cash equivalents at the end of the quarter/year (Note 5)	**124,664**	**96,996**	**124,664**	**96,996**

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

RECONCILIATION OF PROFIT AFTER INCOME TAX TO EBITDA

Group	Quarter ended 31 December			Year ended 31 December		
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	Variance[1] (%)	2021 (Unaudited)	2020 (Audited)	Variance[1] (%)
Profit after income tax	**545**	**2,271**	**(76.0)**	**20,251**	**17,677**	**14.6**
Add: Settlement of programming fees	-	-	-	-	5,360	100
Add: Depreciation and amortisation expense	17,562	23,619	25.6	86,592	89,745	3.5
Add: Net foreign exchange (gain)/loss	(66)	506	>100	(682)	(492)	38.6
Add: Mark to market (gain)/loss on derivative financial instruments	(391)	(632)	(38.1)	11	1,386	99.2
Add: Amortisation of deferred arrangement fees	13,166	937	(>100)	16,080	3,642	(>100)
Add: Interest and other finance costs	11,398	11,313	(0.8)	46,396	47,542	2.4
Add: Income tax expense	4,083	4,865	16.1	14,457	16,106	10.2
EBITDA	**46,297**	**42,879**	**8.0**	**183,105**	**180,966**	**1.2**
EBITDA margin	60.7%	56.0%		61.1%	58.9%	

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 FINANCIAL STATEMENTS

NOTES TO THE FINANCIAL STATEMENTS

These notes form an integral part of and should be read in conjunction with the accompanying 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 the Business Trusts Act 2004 of Singapore ("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 fully owned by Mr Lu Fang-Ming, the former 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 financial statements of the Group and the statement of financial position and statement of changes in equity of APTT for the quarter and year ended 31 December 2021 were authorised for issue by the Board of Directors of the Trustee-Manager on 25 February 2022.

2) BASIS OF PREPARATION

The financial statements for the quarter and year ended 31 December 2021 have been prepared in accordance with International Financial Reporting Standards ("IFRS"). The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current year as specified in the audited financial statements 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, as explained in Note 3.

The 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 financial statements have been prepared in accordance with IFRS. The preparation of 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 year 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 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 31 December 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 31 December 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Cash on hand	48	46	-	-
Cash at bank	124,616	96,950	6,298	3,387
Total	**124,664**	**96,996**	**6,298**	**3,387**

Cash and cash equivalents at the Trust level increased from $3.4 million as at 31 December 2020 to $6.3 million as at 31 December 2021. The increase was primarily due to the receipt of distributions from TBC net of payment of distributions to unitholders during the year ended 31 December 2021.

Cash and cash equivalents at the Group level increased from $97.0 million as at 31 December 2020 to $124.7 million as at 31 December 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 year. Refer to the consolidated statement of cash flows on page 23 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 31 December 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 31 December 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Trade receivables due from outside parties	16,121	14,465	-	-
Less: Loss allowance	(32)	(31)	-	-
Total	**16,089**	**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 $16.1 million as at 31 December 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	Principal activities	Country of incorporation	Equity holding as at 31 December			
			%		$'000	
Name of subsidiary			2021	2020	2021 (Unaudited)	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**

The following entities were within the Group as at 31 December 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 31 December 2021
Land	4,918	-	-	-	-	165	5,083
Buildings	5,739	-	6	-	(1,921)	165	3,989
Leasehold improvements	2,843	-	92	-	(1,456)	78	1,557
Network equipment	280,656	1,772	28,960	(329)	(63,436)	8,995	256,618
Plant and equipment	15,356	-	212	(4)	(5,231)	452	10,785
Transport equipment	361	-	-	-	(260)	8	109
Assets under construction	9,839	27,688	(29,270)	-	(1,049)	324	7,532
	319,712	**29,460**	**-**	**(333)**	**(73,353)**	**10,187**	**285,673**
Right-of-use assets							
Land	492	259	-	(28)	(303)	21	441
Buildings	6,842	245	-	(2,068)	(1,322)	166	3,863
Plant and equipment	75	-	-	-	(29)	3	49
Transport equipment	3,369	-	-	-	(1,003)	101	2,467
	10,778	**504**	**-**	**(2,096)**	**(2,657)**	**291**	**6,820**
Total	**330,490**	**29,964**	**-**	**(2,429)**	**(76,010)**	**10,478**	**292,493**

Group Carrying value (Unaudited) Amounts in $'000	As at 1 October 2021	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation and impairment	Foreign exchange effect	As at 31 December 2021
Land	5,098	-	-	-	-	(15)	5,083
Buildings	4,358	-	-	-	(356)	(13)	3,989
Leasehold improvements	1,843	-	84	-	(365)	(5)	1,557
Network equipment	264,918	524	6,475	-	(14,528)	(771)	256,618
Plant and equipment	12,028	-	100	-	(1,310)	(33)	10,785
Transport equipment	173	-	-	-	(63)	(1)	109
Assets under construction	9,377	5,888	(6,659)	-	(1,049)	(25)	7,532
	297,795	**6,412**	**-**	**-**	**(17,671)**	**(863)**	**285,673**
Right-of-use assets							
Land	545	-	-	(28)	(75)	(1)	441
Buildings	4,210	-	-	-	(335)	(12)	3,863
Plant and equipment	56	-	-	-	(7)	-	49
Transport equipment	2,729	-	-	-	(254)	(8)	2,467
	7,540	**-**	**-**	**(28)**	**(671)**	**(21)**	**6,820**
Total	**305,335**	**6,412**	**-**	**(28)**	**(18,342)**	**(884)**	**292,493**

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 31 December 2021
Plant and equipment	2	-	-	-	(2)	-	-
Total	**2**	**-**	**-**	**-**	**(2)**	**-**	**-**

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**

The Trust's PPE were fully depreciated before the start of the quarter ended 31 December 2021, hence there was no movement during the quarter.

As at 31 December 2021, the Group has pledged property, plant and equipment having carrying amounts of $272.6 million (31 December 2020: $299.5 million) to secure debt facilities granted to the Group (Note 13).

During the quarter and year ended 31 December 2021, the Group acquired property, plant and equipment with an aggregate cost of $6.4 million (31 December 2020: $11.9 million) and $29.5 million (31 December 2020: $53.6 million), of which $3.8 million remained unpaid as at 31 December 2021 (31 December 2020: $3.7 million). In addition, property, plant and equipment with an aggregate cost of $4.2 million, unpaid as at 30 September 2021, was paid during the quarter (31 December 2020: $4.8 million) and property, plant and equipment with an aggregate cost of $3.7 million, unpaid as at 31 December 2020, was paid during the year (31 December 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 for impairment annually 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 31 December 2021
Cable TV licences	2,480,443	-	-	83,209	2,563,652
Software	4,034	2,088	(2,217)	138	4,043
Programming rights	16,797	-	(8,365)	386	8,818
Goodwill	8,202	-	-	276	8,478
Total	**2,509,476**	**2,088**	**(10,582)**	**84,009**	**2,584,991**

Group Carrying value (Unaudited) Amounts in $'000	As at 1 October 2021	Additions	Amortisation	Foreign exchange effect	As at 31 December 2021
Cable TV licences	2,571,288	-	-	(7,636)	2,563,652
Software	4,021	627	(592)	(13)	4,043
Programming rights	7,471	-	1,372[1]	(25)	8,818
Goodwill	8,503	-	-	(25)	8,478
Total	**2,591,283**	**627**	**780**	**(7,699)**	**2,584,991**

[1] During the quarter ended 31 December 2021, the Group determined that the useful life of certain programming rights should be increased, due to the expected change in broadcasting period. As a result, the excess amortisation expense on programming rights charged previously was reversed during the quarter ended 31 December 2021.

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 (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 Trust's intangible assets were fully amortised before the start of the quarter and year ended 31 December 2021, hence there was no movement during the quarter and year.

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 31 December 2021.

During the quarter and year ended 31 December 2021, the Group acquired intangible assets with an aggregate cost of $0.6 million (31 December 2020: $4.2 million) and $2.1 million (31 December 2020: $11.6 million), of which $0.8 million remained unpaid as at 31 December 2021 (31 December 2020: $3.3 million). Out of intangible assets with an aggregate cost of $0.7 million, unpaid as at 30 September 2021 (30 September 2020: $0.3 million), $0.5 million was paid during the quarter (31 December 2020: $0.3 million). In addition, intangible assets with an aggregate cost of $3.3 million, unpaid as at 31 December 2020, was paid during the year (31 December 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 31 December 2021, the total notional amount of outstanding foreign exchange contracts to which the Group and Trust were committed to, is as follows:

	Group as at 31 December		Trust as at 31 December	
Amounts in $'000	2021 (Unaudited)	2020 (Audited)	2021 (Unaudited)	2020 (Audited)
Sell NT$1,540 million (31 December 2020: NT$1,244 million)	76,500	59,800	76,500	59,800
Buy NT$ nil (31 December 2020: NT$25 million)	-	(1,200)	-	(1,200)
Total	**76,500**	**58,600**	**76,500**	**58,600**

As at 31 December 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 $0.1 million (31 December 2020: $0.1 million); and classified as current and non-current liabilities, on such contracts were $0.1 million (31 December 2020: $0.9 million) and $0.04 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 notional amount of interest rate swaps that matured on 31 December 2021 was NT$28.0 billion (31 December 2020: NT$28.0 billion). The fair value of the interest rate swaps as at previous year ended 31 December 2020 was estimated at $4.4 million, which resulted in derivative financial instrument current liability being recognised by the Group. These amounts were based on valuation techniques at the end of the reporting period. To reduce the risk of rising interest rates, APTT will gradually enter into new interest rate swaps to hedge a significant portion of outstanding Onshore Facilities. The aforementioned interest rate swaps qualify for hedge accounting. For the quarter ended 31 December 2021, the movement in the fair value of cash flow hedging interest rate derivatives resulted in a gain of $0.2 million (31 December 2020: $1.2 million), net of deferred tax expense amounting to $0.2 million (31 December 2020: $0.2 million), which resulted in a net loss of $0.1 million (31 December 2020: net gain of $1.0 million), being recognised directly in other comprehensive income. For the year ended 31 December 2021, the movement in the fair value of cash flow hedging interest rate derivatives resulted in a gain of $3.5 million (31 December 2020: loss of $0.3 million), net of deferred tax expense amounting to $0.9 million (31 December 2020: with a deferred tax benefit of $0.1 million), which resulted in a net gain of $2.6 million (31 December 2020: net loss of $0.3 million), being 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 31 December		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)
	2021 (Unaudited)	2020 (Audited)			
Foreign exchange contracts	**Assets:** Current - 231 Non-current - 60 **Liabilities:** Current - 111 Non-current - 43	**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 - nil 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 31 December 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 31 December 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Current	1,199	1,111	-	-
Non-current	376	357	-	-
Total	**1,575**	**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 31 December 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 31 December 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Current				
Prepayments	1,007	1,291	39	36
Tax receivables	41	70	19	18
Refundable deposits	21	18	18	18
Other assets	92	33	-	-
Total	**1,161**	**1,412**	**76**	**72**
Non-current				
Refundable deposits	1,135	1,071	2	2
Other assets	173	-	-	-
Total	**1,308**	**1,071**	**2**	**2**
Total other assets	**2,469**	**2,483**	**78**	**74**

13) BORROWINGS FROM FINANCIAL INSTITUTIONS

Group Amounts in $'000	As at 31 December 2021 (Unaudited)	As at 31 December 2020 (Audited)
Current portion	61,802	191,249
Less: Unamortised arrangement fees	(3,407)	(375)
	58,395	**190,874**
Non-current portion	1,473,175	1,352,194
Less: Unamortised arrangement fees	(18,078)	(14,880)
	1,455,097	**1,337,314**
Total current and non-current portion[1]	1,534,977	1,543,443
Less: Total unamortised arrangement fees	(21,485)	(15,255)
Total	**1,513,492**	**1,528,188**

[1] Comprised outstanding NT$ denominated borrowings of NT$28.0 billion (31 December 2020: NT$29.2 billion) at the TBC level and S$ denominated borrowings of S$171.9 million (31 December 2020: S$170.1 million) at the Bermuda holding companies' level.

Onshore Facilities

In December 2021, TBC extended the maturity date ("Onshore Amendment") of its NT$ denominated seven-year facilities ("Onshore Facilities") by three years from November 2025 to November 2028. The size of available Onshore Facilities was reduced from NT$31.0 billion to NT$29.5 billion. The Onshore Amendment reached financial close on 30 December 2021.

The Onshore Facilities are repayable in tranches by 2028 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 31 December 2021, the total carrying value of property, plant and equipment pledged for the Onshore Facilities was $272.6 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 2.1% (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 statement of profit or loss.

The Onshore Amendment did not include any break costs. Following the Onshore Amendment, there were changes to the principal repayment schedule and financial covenants of the Onshore Facilities. This resulted in recording an extinguishment of the original Onshore Facilities and recognition of new Onshore Facilities. As a result, the unamortised arrangement fees of $12.3 million associated with the Onshore Facilities as at the date of the Onshore Amendment were written off as amortisation of deferred arrangement fees in the statement of profit or loss during the quarter ended 31 December 2021.

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 $80.0 million secured by APTT Holdings 1 Limited and APTT Holdings 2 Limited ("Offshore Facilities").

In March 2021, APTT extended the maturity date ("Offshore Amendment") of its existing Offshore Facilities to July 2023. The Offshore Amendment reached financial close on 18 March 2021. Net proceeds of $45.0 million raised from the Rights Issue were utilised to partially repay the Offshore Facilities during the previous year. As a part of the Offshore Amendment, the size of the multicurrency revolving loan facility was reduced from $125.0 million to $80.0 million.

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 31 December 2021, the total carrying value of assets pledged for the Offshore Facilities was $1,134 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 statement of profit or loss.

The Offshore Amendment did not include any break costs. Following the Offshore Amendment, there were changes to the principal repayment schedule of the Offshore Facilities. This resulted in recording an extinguishment of the original Offshore Facilities and recognition of new Offshore Facilities. As a result, the unamortised arrangement fees of $0.3 million associated with the Offshore Facilities as at the date of the Offshore Amendment were written off as amortisation of deferred arrangement fees in the statement of profit or loss during the year ended 31 December 2021.

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	As at	Financing	Non-cash changes						As at
Amounts in $'000	1 January 2021	cash flows	Amortisation of deferred arrangement fees	Lease liabilities, net	Interest and other finance costs	Equity component of change in fair value of cash flow hedging financial instruments	Fair value adjustment	Foreign exchange movement	31 December 2021 (Unaudited)
Borrowings from financial institutions (Note 13)	1,528,188	(74,609)[1]	16,080	-	-	-	-	43,833	1,513,492
Interest rate swaps (Note 10(ii))	4,374	-	-	-	-	(3,460)	-	(914)	-
Foreign exchange contracts (Note 10(i))	571	(719)	-	-	-	-	11[2]	-	(137)
Lease liabilities (Note 18)	10,769	(2,639)	-	(1,610)	-	-	-	290	6,810
Interest and other finance costs (Note 18)	1,588	(46,396)[3]	-	-	46,396	-	-	1,602	3,190
Total	**1,545,490**	**(124,363)**	**16,080**	**(1,610)**	**46,396**	**(3,460)**	**11**	**44,811**	**1,523,355**

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 statement of cash flows.

2 The fair value adjustments of foreign exchange contracts during the year ended 31 December 2021 consists of $0.7 million of unrealised gains from the mark to market movements (31 December 2020: losses of $0.3 million) and $0.7 million of realised losses from settlement of foreign exchange contracts (31 December 2020: $1.1 million). The fair value adjustments of foreign exchange contracts during the quarter ended 31 December 2021 consists of $0.5 million of unrealised gains from the mark to market movements (31 December 2020: $0.8 million) and $0.1 million of realised losses from settlement of foreign exchange contracts (31 December 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 October 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 31 December 2021 (Unaudited)
Borrowings from financial institutions (Note 13)	1,565,479	(59,499)[1]	13,166	-	-	-	-	(5,654)	1,513,492
Interest rate swaps (Note 10(ii))	1,174	-	-	-	-	(171)	-	(1,003)	-
Foreign exchange contracts (Note 10(i))	340	(86)	-	-	-	-	(391)[2]	-	(137)
Lease liabilities (Note 18)	7,532	(674)	-	(29)	-	-	-	(19)	6,810
Interest and other finance costs (Note 18)	1,510	(11,399)[3]	-	-	11,398	-	-	1,681	3,190
Total	**1,576,035**	**(71,658)**	**13,166**	**(29)**	**11,398**	**(171)**	**(391)**	**(4,995)**	**1,523,355**

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[2]	-	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)[3]	-	-	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 statement of cash flows.

2 The fair value adjustments of foreign exchange contracts during the year ended 31 December 2021 consists of $0.7 million of unrealised gains from the mark to market movements (31 December 2020: losses of $0.3 million) and $0.7 million of realised losses from settlement of foreign exchange contracts (31 December 2020: $1.1 million). The fair value adjustments of foreign exchange contracts during the quarter ended 31 December 2021 consists of $0.5 million of unrealised gains from the mark to market movements (31 December 2020: $0.8 million) and $0.1 million of realised losses from settlement of foreign exchange contracts (31 December 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.

14) TRADE AND OTHER PAYABLES

Amounts in $'000	Group as at 31 December 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 31 December 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Trade payables due to outside parties	49,800	19,851	-	-
Base fees payable to the Trustee-Manager	3,710	3,699	3,710	3,699
Total	**53,510**	**23,550**	**3,710**	**3,699**

The Group's trade and other payables as at 31 December 2021 of $53.5 million (31 December 2020: $23.6 million) comprised mainly broadcast and production costs payable of $46.9 million (31 December 2020: $13.6 million), other payables of $2.9 million (31 December 2020: $6.3 million) and base fees payable to the Trustee-Manager of $3.7 million (31 December 2020: $3.7 million).

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

15) CONTRACT LIABILITIES

Contract liabilities were $37.4 million as at 31 December 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 year ended 31 December 2021 which related to brought-forward contract liabilities as at the end of the previous year was $0.2 million (31 December 2020: nil) and $33.9 million (31 December 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 31 December 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 $9.1 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 31 December 2021
Impairment loss	(931)	14	-	(31)	(948)
Cash flow hedging reserves	(875)	-	892	(17)	-
Intangible assets that are partially deductible for tax purposes[1]	99,258	6,990	-	3,415	109,663
Undistributed earnings of subsidiaries	5,832	(680)	-	152	5,304
Arrangement fees	(4,888)	(1,251)	-	(148)	(6,287)
Carry forward of losses	(2,554)	(957)	-	(84)	(3,595)
Provisions	(684)	699	-	(15)	-
Others	(74)	68	-	(2)	(8)
Unrealised exchange differences	2,864	105	-	96	3,065
Deferred tax liabilities, net	**97,948**	**4,988**	**892**	**3,366**	**107,194**

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 $109.7 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 31 December 2021 (31 December 2020: $99.3 million).

18) OTHER LIABILITIES

Amounts in $'000	Group as at 31 December 2021 (Unaudited)	Group as at 31 December 2020 (Audited)	Trust as at 31 December 2021 (Unaudited)	Trust as at 31 December 2020 (Audited)
Current				
Accrued expenses	12,505	16,745	230	181
Withholding tax payable	1,659	1,957	-	-
Other tax payable	3,986	3,075	-	-
Lease liabilities	2,477	2,957	-	-
Long-term incentive plan (Note 23(ii))	-	1,402	-	-
Interest and other finance costs payable	3,190	1,588	-	-
Others	274	179	-	-
Total	**24,091**	**27,903**	**230**	**181**
Non-current				
Subscriber deposits	19,642	18,462	-	-
Lease liabilities	4,333	7,812	-	-
Others	3,368	3,253	-	-
Total	**27,343**	**29,527**	**-**	**-**
Total other liabilities	**51,434**	**57,430**	**230**	**181**

19) UNITHOLDERS' FUNDS

Group and Trust	As at 31 December			
	Number of units		$'000	
	2021	2020	2021 (Unaudited)	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 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 31 December 2021 (Unaudited)	 2020 (Audited)
Foreign currency translation reserves	192,682	146,406
Retirement benefit obligations reserves	(11,718)	(11,861)
Cash flow hedging reserves[1]	-	(2,568)
Capital reserves[2]	39,283	34,950
Total	**220,247**	**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	46,276	-	-	-	46,276
Movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	3,460	-	-	3,460
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	(892)	-	-	(892)
Transfer from accumulated profits[2]	-	-	4,333	-	4,333
Remeasurement of defined benefit obligations	-	-	-	143	143
Balance as at 31 December 2021	**192,682**	**-**	**39,283**	**(11,718)**	**220,247**
Balance as at 1 October 2021	**195,749**	**63**	**39,283**	**(11,861)**	**223,234**
Exchange differences on translation of foreign operations	(3,067)	-	-	-	(3,067)
Movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	171	-	-	171
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	(234)	-	-	(234)
Remeasurement of defined benefit obligations	-	-	-	143	143
Balance as at 31 December 2021	**192,682**	**-**	**39,283**	**(11,718)**	**220,247**

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
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 31 December	
Amounts in $'000	2021 (Unaudited)	2020 (Audited)
Balance at the beginning of the year	**2,334**	**2,478**
Total comprehensive income attributable to non-controlling interests	338	337
Settlement of transactions with non-controlling interests	(115)	(118)
Distributions paid	(150)	(363)
Balance at the end of the year	**2,407**	**2,334**

22) REVENUE

Total revenue for the quarter ended 31 December 2021 was $76.2 million (31 December 2020: $76.5 million). Total revenue for the year ended 31 December 2021 was $299.7 million (31 December 2020: $307.4 million). Total revenue for the quarter and year was 0.4% and 2.5% lower than the pcp; in constant NT$, total revenue for the quarter and year was 3.6% and 5.2% lower than the pcp. Foreign exchange contributed to a positive variance of 3.2% for the quarter and 2.7% for the year 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 $57.7 million for the quarter ended 31 December 2021 was down 4.4% on the pcp (31 December 2020: $60.4 million). In constant NT$, Basic cable TV revenue was down 7.6% on the pcp. This comprised subscription revenue of $48.2 million (31 December 2020: $48.7 million) and non-subscription revenue of $9.5 million (31 December 2020: $11.7 million). The decrease in Basic cable TV revenue in constant NT$ was mainly due to lower subscription and non-subscription revenue as described below.

Basic cable TV revenue of $229.5 million for the year ended 31 December 2021 was down 5.8% on the pcp (31 December 2020: $243.6 million). In constant NT$, Basic cable TV revenue was down 8.5% on the pcp. This comprised subscription revenue of $193.8 million (31 December 2020: $195.6 million) and non-subscription revenue of $35.6 million (31 December 2020: $48.0 million). The decrease in Basic cable TV revenue in constant NT$ was mainly due to lower subscription and non-subscription revenue as described below.

Subscription revenue was generated from TBC's c.691,000 Basic cable TV RGUs each contributing an ARPU of NT$476 per month in the quarter to access over 100 cable TV channels. Basic cable TV RGUs decreased by c.3,000 and ARPU was marginally lower by NT$2 compared to the previous quarter ended 30 September 2021 (RGUs: c.694,000; ARPU: NT$478 per month). The decline in Basic cable TV RGUs was due to a number of factors including video piracy issues, competition from aggressively priced IPTV, the growing popularity of online video, as well as expectations from consumers for discounts as they compare with the lower cable TV pricing outside of TBC's five franchise areas, particularly in the Taipei region. Subscription revenue for the quarter and year was lower than the pcp in constant NT$ mainly due to a lower number of subscribers.

Non-subscription revenue was 16.5% of Basic cable TV revenue for the quarter (31 December 2020: 19.4%) and 15.5% for the year (31 December 2020: 19.7%). 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 year 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 full year 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 $3.1 million for the quarter ended 31 December 2021 was down 1.9% on the pcp (31 December 2020: $3.2 million). In constant NT$, Premium digital cable TV revenue was 5.1% lower than the pcp. This comprised subscription revenue of $3.0 million (31 December 2020: $3.0 million) and non-subscription revenue of $0.1 million (31 December 2020: $0.1 million).

Premium digital cable TV revenue of $12.8 million for the year ended 31 December 2021 was down 1.3% on the pcp (31 December 2020: $13.0 million). In constant NT$, Premium digital cable TV revenue was 4.0% lower than the pcp. This comprised subscription revenue of $12.1 million (31 December 2020: $12.4 million) and non-subscription revenue of $0.7 million (31 December 2020: $0.6 million).

Subscription revenue was generated from TBC's c.273,000 Premium digital cable TV RGUs each contributing an ARPU of NT$76 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.7,000 but ARPU was lower by NT$4 compared to the previous quarter ended 30 September 2021 (RGUs: c.266,000; ARPU: NT$80 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.8,000 during the quarter ended 31 December 2021, alongside an NT$5 improvement in ARPU. Broadband revenue of $15.4 million for the quarter, which includes revenue from data backhaul, was up 18.9% on the pcp (31 December 2020: $12.9 million). In constant NT$, Broadband revenue for the quarter was 15.7% higher than the pcp. This comprised subscription revenue of $15.0 million (31 December 2020: $12.6 million) and non-subscription revenue of $0.4 million (31 December 2020: $0.4 million).

Broadband revenue of $57.5 million for the year ended 31 December 2021, which includes revenue from data backhaul, was up 13.1% on the pcp (31 December 2020: $50.8 million). In constant NT$, Broadband revenue for the year was 10.4% higher than the pcp. This comprised subscription revenue of $55.3 million (31 December 2020: $49.2 million) and non-subscription revenue of $2.2 million (31 December 2020: $1.7 million).

Subscription revenue was generated from TBC's c.282,000 Broadband RGUs each contributing an ARPU of NT$369 per month in the quarter for high-speed Broadband services, an NT$5 improvement compared to the previous quarter ended 30 September 2021 (RGUs: c.274,000; ARPU: NT$364 per month). The growth in both Broadband subscribers and ARPU reflects 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 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 $15.0 million for the quarter ended 31 December 2021, up 1.6% on the pcp (31 December 2020: $14.7 million); in constant NT$, broadcast and production costs were down 1.6%. Foreign exchange contributed to a negative variance of 3.2% for the quarter compared to the pcp.

Broadcast and production costs were $57.6 million for the year ended 31 December 2021, up 1.2% on the pcp (31 December 2020: $56.9 million); in constant NT$, broadcast and production costs were down 1.5%. Foreign exchange contributed to a negative variance of 2.7% for the year 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 $6.7 million for the quarter ended 31 December 2021, down 20.4% on the pcp (31 December 2020: $8.4 million) and $28.1 million for the year ended 31 December 2021, down 10.2% on the pcp (31 December 2020: $31.3 million). Staff costs for the quarter and year 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 quarter and year 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 included expense attributable against the cancellation of LTIP of $1.0 million for the quarter and $1.7 million for the year.

(iii) Depreciation and amortisation expense

Depreciation and amortisation expense was $17.6 million for the quarter ended 31 December 2021, down 25.6% on the pcp (31 December 2020: $23.6 million) and $86.6 million for the year ended 31 December 2021, down 3.5% on the pcp (31 December 2020: $89.7 million). The decrease in depreciation and amortisation expense for the quarter and year was mainly due to lower depreciation expense on network equipment compared to the pcp. Refer Note 8 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 year ended 31 December 2021, depreciation for right-of-use assets was $0.7 million (31 December 2020: $0.8 million) and $2.7 million (31 December 2020: $3.1 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 31 December 2021 (31 December 2020: $1.9 million) and $7.4 million for the year ended 31 December 2021 (31 December 2020: $7.4 million). There were no performance fees payable to the Trustee-Manager for the quarter and year ended 31 December 2021 (31 December 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/(loss)

Net foreign exchange gain for the quarter ended 31 December 2021 was $0.1 million (31 December 2020: loss of $0.5 million) and net foreign exchange gain for the year ended 31 December 2021 was $0.7 million (31 December 2020: $0.5 million). Net foreign exchange gain/(loss) for the quarter and year ended 31 December 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 31 December 2021, the period end mark to market gain on foreign currency contracts was $0.4 million (31 December 2020: $0.6 million) and for the year ended 31 December 2021, the period end mark to market loss on foreign currency contracts was $0.01 million (31 December 2020: $1.4 million). Mark to market gain/(loss) on derivative financial instruments includes loss of $0.1 million (31 December 2020: $0.2 million) and loss of $0.7 million (31 December 2020: $1.1 million) on NT$ foreign exchange contracts settled during the quarter and year.

(vii) Other operating expenses

Other operating expenses were $6.5 million for the quarter ended 31 December 2021, down 25.6% on the pcp (31 December 2020: $8.7 million) and $23.6 million for the year ended 31 December 2021, down 23.5% on the pcp (31 December 2020: $30.9 million) mainly due to lower pole rental expenses, resulting from the reversal of additional pole rental expenses accrued in previous years, lower legal and professional fees, marketing and selling expenses as well as general and administrative expenses.

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

Group	Quarter ended 31 December		Year ended 31 December	
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Audited)
Lease rentals	(27)	(30)	(131)	(147)
Pole rentals	(1,454)	(1,658)	(2,630)	(6,340)
Legal and professional fees	(441)	(874)	(2,102)	(3,765)
Non-recoverable GST/VAT	(1,009)	(883)	(3,627)	(3,587)
Marketing and selling expenses	(1,114)	(2,069)	(4,986)	(5,617)
General and administrative expenses	(1,017)	(1,447)	(4,471)	(5,271)
Licence fees	(602)	(611)	(2,405)	(2,449)
Repairs and maintenance	(329)	(585)	(1,389)	(1,796)
Others	(462)	(521)	(1,886)	(1,918)
Total	**(6,455)**	**(8,678)**	**(23,627)**	**(30,890)**

Lease rentals for the quarter ended 31 December 2021 comprised short-term leases of less than $0.01 million (31 December 2020: less than $0.01 million) and leases of low-value assets of $0.03 million (31 December 2020: $0.03 million). Lease rentals for the year ended 31 December 2021 comprised short-term leases of less than $0.01 million (31 December 2020: less than $0.01 million) and leases of low-value assets of $0.1 million (31 December 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 statement of profit or loss. Amortisation of deferred arrangement fees was $13.2 million for the quarter ended 31 December 2021 (31 December 2020: $0.9 million) and $16.1 million for the year ended 31 December 2021 (31 December 2020: $3.6 million). Amortisation of deferred arrangement fees for the quarter and year ended 31 December 2021 was higher due to write-off of unamortised arrangement fees of $12.3 million as at the date of Onshore Amendment, associated with the Onshore Facilities which were amended during the quarter and the write-off of unamortised arrangement fees of $0.3 million as at the date of Offshore Amendment, associated with the Offshore Facilities which were amended during the year. Refer Note 13 for more details.

(ix) Interest and other finance costs

Interest and other finance costs were $11.4 million for the quarter ended 31 December 2021, 0.8% higher than the pcp (31 December 2020: $11.3 million) and $46.4 million for the year ended 31 December 2021, 2.4% lower than the pcp (31 December 2020: $47.5 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 year ended 31 December 2021 also include finance charges on lease liabilities of $0.04 million (31 December 2020: $0.1 million) and $0.2 million (31 December 2020: $0.3 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 statement of profit or loss was as follows:

Group	Quarter ended 31 December		Year ended 31 December	
Amounts in $'000	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Audited)
Current income tax	(1,879)	(605)	(3,215)	(3,157)
Deferred income tax	508	(3,218)	(4,988)	(9,045)
Withholding tax	(2,568)	(1,042)	(7,453)	(6,339)
(Under)/over provision of current tax in prior years[1]	(144)	-	1,199	2,435
Total	**(4,083)**	**(4,865)**	**(14,457)**	**(16,106)**

1 (Under)/over provision of current tax in prior years represents adjustments made to prior years' tax provisions in the current quarter and year 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 year.

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

Group	As at 31 December	
Amounts in $'000	2021 (Unaudited)	2020 (Audited)
Balance at the beginning of the year	**6,109**	**7,582**
Current income tax provision	3,215	3,157
Over provision of current tax in prior years	(1,199)	(2,435)
Income tax payment	(1,534)	(987)
Prepaid and withheld income tax	(780)	(1,633)
Foreign exchange effect	159	425
Balance at the end of the year	**5,970**	**6,109**

25) NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	Group as at 31 December		Trust as at 31 December	
	2021 (Unaudited)	2020 (Audited)	2021 (Unaudited)	2020 (Audited)
Net asset value attributable to unitholders				
Total net asset value attributable to unitholders ($'000)	1,240,395	1,189,559	1,389,924	1,386,363
Total number of units in issue used in calculation of net asset value per unit attributable to unitholders ('000)	1,806,355	1,806,355	1,806,355	1,806,355
Net asset value per unit attributable to unitholders ($)	**0.69**	**0.66**	**0.77**	**0.77**

As at 31 December 2021, the Group had negative working capital of $37.6 million (31 December 2020: $174.9 million). This includes contract liabilities of $36.2 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 negative working capital of $1.5 million (31 December 2020: positive working capital of $27.6 million). The Group has committed undrawn debt facilities of $84.5 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 that serve approximately 691,000 cable TV RGUs as at 31 December 2021, with more than 168 channels of exciting local and international content on its digital TV platforms in Taiwan. The Group had previously renewed its cable TV licences in 2008 and 2009. Following the Cable Law amendments to accelerate digitisation and analogue broadcasting switch-off, the renewal period of the Group's cable TV licences were extended to 12 years, 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. In 2020 and 2021, following the respective renewal application submissions with the NCC, all five of the Group's cable TV licences 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 $203.9 million for the year ended 31 December 2021 (31 December 2020: $168.6 million);
- In view of the steady operating cash flows generated, successful refinancing history, 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 31 December		Year ended 31 December	
	2021 (Unaudited)	2020 (Unaudited)	2021 (Unaudited)	2020 (Audited)
Weighted average number of units in issue ('000)	1,806,355	1,806,355	1,806,355	1,632,556
Profit after income tax attributable to unitholders of APTT ($'000)	451	2,166	19,913	17,340
Basic and diluted earnings per unit (cents)	**0.02**	**0.12**	**1.10**	**1.06**

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 distribution of 0.25 cents per unit for the quarter ended 31 December 2021.

	Quarter ended 31 December	
	2021	2020
Ordinary distribution	0.25 cents per unit	0.25 cents per unit
Announcement date	25 February 2022	1 March 2021
Ex-distribution date	17 March 2022	18 March 2021
Record date	18 March 2022	19 March 2021
Date payable	25 March 2022	26 March 2021

The Board is re-affirming the 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.

Breakdown of total annual distribution

	Year ended 31 December	
Amounts in $'000	2021 (Unaudited)	2020 (Audited)
Ordinary	18,064[1]	17,883[2]
Special	-	-
Total	**18,064**	**17,883**

1 Includes an amount of $4.5 million which is expected to be paid on 25 March 2022.

2 Included an amount of $4.5 million which was paid on 26 March 2021.

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	0.25
31 Decembers 2021 (to be paid on 25 March 2022)	0.25
Total	**46.855**

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 financial statements do not reflect the distribution for the quarter ended 31 December 2021, which will be accounted for in total equity as an appropriation of retained earnings in the year ending 31 December 2022.

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 fully owned by Mr Lu Fang-Ming, the former 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 year:

	Quarter ended 31 December		Year ended 31 December	
Amounts in $'000	**2021 (Unaudited)**	**2020 (Unaudited)**	**2021 (Unaudited)**	**2020 (Audited)**
Trustee-Manager fees	1,855	1,850	7,359	7,359
Distributions paid	26	25	104	101
Total	**1,881**	**1,875**	**7,463**	**7,460**

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 22 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 22 for more details.

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

	As at 31 December	
Amounts in $'000	**2021 (Unaudited)**	**2020 (Audited)**
Base fees payable to the Trustee-Manager	3,710	3,699

(ii) Others

For the quarter and year ended 31 December 2021, the Trustee-Manager recovered ancillary charges amounting to $0.1 million (31 December 2020: $0.1 million) and $0.3 million (31 December 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

(i) The Group has provided guarantees in favour of lenders under the Group's debt facilities as disclosed in Note 13.

(ii) 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 consolidated statement of profit or loss 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 Group is contingently liable for these claims which are either pending decision by the courts or are being contested, the outcome of which are not presently determinable. TBC is vigorously defending these claims. The Group is of the view that this matter is between the content agent and programming vendor and that both parties will work towards reaching an agreement. The Group is of the view that no material loss will accrue to the Group under these claims, and the eventual liability, if any, will not have a material or adverse effect on the Group's financial position and results of operations. No interruption of service is expected as a result of these lawsuits.

There were no other contingent liabilities or contingent assets as at 31 December 2021 and 2020 both at the Group and Trust level, except as disclosed above.

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(1) of the SGX-ST Listing Manual, the financial statements for the quarter and year ended 31 December 2021 have been disclosed within 60 days after the end of the relevant financial period.

(ii) Disclosure of person occupying a managerial position

Pursuant to Rule 704(13) of the SGX-ST Listing Manual, the Trustee-Manager confirms that for the quarter and year ended 31 December 2021 no person occupied managerial positions in the Trust or in any of its subsidiaries who were a relative of a director, chief executive officer and/or substantial unitholder.

(iii) 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.

(iv) 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.

(v) Review of the provisions of non-audit services by the auditors

The Audit Committee has undertaken a review of non-audit services provided by the auditor and they would not, in the opinion of the Audit Committee, affect their independence.

(vi) Review by independent auditor

The financial statements for the year ended 31 December 2021 have not been audited or reviewed by the Group's auditors, Deloitte & Touche LLP, however they form the basis of the Financial Statements within the APTT 2021 Annual Report, which will be audited by Deloitte & Touche LLP and will be available publicly in due course.

(vii) Basis of preparation

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current year 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.

(viii) Functional and presentation currency

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

(ix) Rounding of amounts in the financial statements

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

(x) 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.

(xi) Breakdown of Group's total revenue and profit after income tax before deducting non-controlling interests

Amounts in $'000	Year ended 31 December 2021 (Unaudited)	2020 (Unaudited)	Variance[1] (%)
Total revenue			
1st half-year	148,041	154,951	(4.5)
2nd half-year	151,704	152,427	(0.5)
	299,745	**307,378**	**(2.5)**
Profit after income tax before deducting non-controlling interests			
1st half-year	15,127	10,923	38.5
2nd half-year	5,124	6,754	(24.1)
	20,251	**17,677**	**14.6**

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

(xii) 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 6 and throughout this report. The variances did not warrant that a profit warning or similar announcement be released.

(xiii) 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 year ended 31 December 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
25 February 2022

DISCLAIMERS

Asian Pay Television Trust ("APTT") is a business trust registered under the Business Trusts Act 2004 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 fully owned by Mr Lu Fang-Ming, the former 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.