ASIAN PAY TELEVISION TRUST

FINANCIAL REPORT
FOR THE QUARTER AND YEAR ENDED
31 DECEMBER 2023

Asian Pay Television Trust

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REPORT SUMMARY

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KEY HIGHLIGHTS

- Revenue and EBITDA at $65.4 million[1] and $38.1 million for the quarter, and $266.4 million and $154.2 million for the year; EBITDA margin 58.3% for the quarter and 57.9% for the year
- Positive Broadband momentum continued – growing subscriber base, higher ARPU and over three years of revenue improvement in both S$ and NT$
- Despite the removal of non-paying subscribers, the continued increase in Premium digital cable TV and Broadband subscribers lifted total subscriber base to c.1,312,000 as at 31 December 2023, from c.1,298,000 a year ago
- Distribution of 0.525 cents per unit declared for the second half-year, bringing total 2023 distribution to 1.05 cents per unit
- The Board has re-affirmed distribution guidance of 1.05 cents per unit for the full year 2024; distributions to be paid half-yearly, subject to no material changes in planning assumptions
- Net debt repayments of $49 million for the year; $65 million to be set aside for repayments in 2024; focused debt management has lowered total debt by 18% over the last 4 years
- Capital expenditure decreased by 1.2% for the year, and continued to be within industry norms
- Approximately 90% of outstanding Onshore Facilities (equivalent to 83% of the Group's total debt) are hedged through to 30 June 2025; net exposure to rising interest rates is contained to only 17% of total outstanding debt
- The Trustee-Manager has approved a credit of $494 thousand for the 2024 Trustee-Manager fees – a move that underscores the Trustee-Manager's commitment to cost management and its direct contribution to it
- Impairment loss of $440 million recorded due to decline in cable TV business amidst higher interest rates and a weaker Taiwan dollar; this non-cash item has no impact on operations, cash flows, distributions or financial covenants

FINANCIAL HIGHLIGHTS

Asian Pay Television Trust ("APTT"[2]) reported revenue of $65.4 million for the quarter and $266.4 million for the full year ended 31 December 2023. Earnings before interest, tax, depreciation and amortisation ("EBITDA") and EBITDA margin stood at $38.1 million and 58.3% for the quarter, and $154.2 million and 57.9% for the year. Foreign exchange contributed to a negative variance of 4.1% for the quarter and 6.9% for the year compared to the prior corresponding period ("pcp") due to a relatively weaker Taiwan dollar ("NT$"). In constant NT$, revenue decreased by 1.7% for the quarter and increased by 0.1% for the year compared to the pcp.

Broadband continued to improve on all fronts – number of subscribers, ARPU[3] and over three years of consistent revenue growth in both S$ and NT$. The strong performance validates the success of TBC's growth strategy. During the quarter, c.5,000 subscribers were added, alongside higher ARPU which improved by NT$3 per month to NT$392 per month. In NT$, Broadband revenue, which includes revenue from data backhaul, recorded double-digit growth of 10.7% for the quarter and 11.8% for the year.

Group	Quarter ended 31 December			Year ended 31 December		
Amounts in $'000	2023	2022	Variance[4] (%)	2023	2022	Variance[4] (%)
Revenue						
Basic cable TV	45,586	50,532	(9.8)	188,033	210,007	(10.5)
Premium digital cable TV	2,591	2,745	(5.6)	10,852	11,607	(6.5)
Broadband	17,217	16,148	6.6	67,510	64,350	4.9
Total revenue	**65,394**	**69,425**	**(5.8)**	**266,395**	**285,964**	**(6.8)**
Total operating expenses[5]	**(27,248)**	**(28,275)**	**3.6**	**(112,194)**	**(117,287)**	**4.3**
EBITDA	**38,146**	**41,150**	**(7.3)**	**154,201**	**168,677**	**(8.6)**
EBITDA margin	58.3%	59.3%		57.9%	59.0%	

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 depreciation and amortisation expense, impairment loss, 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 15, in order to arrive at EBITDA and EBITDA margin presented here.

Mr Brian McKinley, Chief Executive Officer of the Trustee-Manager said, *"We are encouraged to record a modest increase in real total revenue in 2023, reflecting the higher contribution from Broadband which has been adding new subscribers and recording higher ARPU and revenue. Over 25% of total revenue is now generated from Broadband, compared to 22% a year ago. While we cannot yet assume that this trend will continue, the growth in total revenue signals that Broadband is at least starting to cushion the impact of the decline in our Basic cable TV business."*

OPERATIONAL PERFORMANCE

TBC's[6] operational highlights for the quarter and year ended 31 December 2023 were as follows:

- **RGU adjustments:** TBC conducted a detailed exercise in the second half of 2023 to remove all non-paying subscribers (greater than 90 days) across all three of TBC's service offerings. As a result, c.3,800 Basic cable TV subscribers, c.2,100 Premium digital cable TV subscribers and c.3,000 Broadband subscribers were removed during the quarter. Including the non-paying subscribers who were removed in the third quarter, a total of c.7,200 Basic cable TV subscribers, c.7,900 Premium digital cable TV subscribers and c.4,700 Broadband subscribers were removed. It is important to note that the removal of these non-paying subscribers had minimal impact to revenue and cash flows as they have not been contributing to TBC's revenue. Despite these adjustments, Premium digital cable TV and Broadband continued to add new subscribers in the quarter, increasing the total subscriber base to c.1,312,000 as at 31 December 2023, from c.1,298,000 a year ago.

- **Basic cable TV:** Basic cable TV revenue of $45.6 million for the quarter, comprising subscription revenue of $37.0 million and non-subscription revenue of $8.6 million, was down 9.8% compared to the pcp. On a full year basis, Basic cable TV revenue of $188.0 million, comprising subscription revenue of $155.4 million and non-subscription revenue of $32.6 million, was down 10.5%. In constant NT$, Basic cable TV revenue for the quarter and year decreased by 5.7% and 3.6%. The overall decline in Basic cable TV revenue was mainly due to lower subscription revenue resulting from the decline in the number of subscribers and lower ARPU. TBC's c.649,000 Basic cable TV RGUs[7] contributed an ARPU of NT$444 per month in the quarter to access over 100 cable TV channels. Basic cable TV RGUs decreased by c.10,000 and ARPU was lower by NT$4 per month compared to the previous quarter ended 30 September 2023 (RGUs: c.659,000; ARPU: NT$448 per month). The decline in Basic cable TV RGUs was due to a number of factors, including the removal of c.3,800 non-paying subscribers, competition from aggressively priced IPTV, the growing popularity of online video, as well as expectations from consumers for discounts as they compare with the lower cable TV pricing outside of TBC's franchise areas, particularly in the Taipei region. Non-subscription revenue comprised revenue from the leasing of television channels to third parties, the sale of airtime advertising and fees for the installation of set-top boxes. In constant NT$, non-subscription revenue for the quarter was higher than the pcp mainly due to higher revenue generated from airtime advertising sales; for the full year, non-subscription revenue was higher than the pcp mainly due to higher revenue generated from channel leasing and airtime advertising sales. The leasing of television channels, which is mainly to third-party home shopping networks, will continue to face pressure from lower demand for home shopping and heightened competition from internet retailing.

- **Premium digital cable TV:** Premium digital cable TV revenue of $2.6 million for the quarter was down 5.6% compared to the pcp. On a full year basis, Premium digital cable TV revenue of $10.9 million was 6.5% lower. In constant NT$, Premium digital cable TV revenue for the quarter decreased by 1.5%, and for the year increased by 0.4%. Revenue was generated predominantly from TBC's c.323,000 Premium digital cable TV RGUs each contributing an ARPU of NT$60 per month in the quarter for Premium digital cable TV packages and bundled DVR or DVR-only services. Despite the removal of non-paying subscribers, Premium digital cable TV RGUs increased by c.3,000 compared to the previous quarter ended 30 September 2023. ARPU was marginally lower by NT$1 per month compared to the previous quarter ended 30 September 2023 (RGUs: c.320,000; ARPU: NT$61 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 strong competition from the local telco and from mobile operators offering inexpensive unlimited data plans, and the removal of non-paying subscribers, Broadband RGUs increased by c.5,000 during the quarter. Broadband revenue, including revenue from data backhaul, was $17.2 million for the quarter, an increase of 6.6% compared to the pcp. On a full year basis, Broadband revenue of $67.5 million was 4.9% higher. In constant NT$, Broadband revenue for the quarter and year increased by 10.7% and 11.8%. Broadband revenue was generated predominantly from TBC's c.340,000 Broadband RGUs each contributing an ARPU of NT$392 per month in the quarter, which was NT$3 per month higher than the previous quarter ended 30 September 2023 (RGUs: c.335,000; ARPU: NT$389 per month). The growth in both Broadband subscribers and ARPU reflects the success of TBC's Broadband strategy to target the broadband-only segment, partner with mobile operators, as well as to offer higher speed plans at competitive prices to acquire new RGUs and re-contract existing ones.

Capital expenditure increased by 27.4%, or $2.6 million, for the quarter due to higher expenditure on network, broadband and other investments, and decreased by 1.2%, or $0.4 million, for the year due to lower expenditure on maintenance. Capital expenditure is at a level that will sufficiently support TBC's Broadband growth strategy. As a percentage of revenue, capital expenditure was 18.3% for the quarter and 12.9% for the year. Going forward, the level of capital expenditure, which will continue to be within industry norms, will be closely monitored and limited to areas that will have the best potential in generating growth and sustainability for the long term.

DEBT MANAGEMENT

As at 31 December 2023, interest rate swaps have been entered into to hedge approximately 90% of outstanding Onshore Facilities through to 30 June 2025, at an average fixed rate of 0.94% which is currently lower than the prevailing three-month Taipei Interbank Offered Rate ("TAIBOR"). As Onshore Facilities constitute approximately 92% of the Group's total outstanding debt, the net exposure to rising interest rates is contained; approximately 83% of total debt is protected against the risk of rising interest rates through to 2025.

The financial close of the new 30-month Offshore Facilities on the same major terms was successfully completed on 14 July 2023, at the maturity of the previous Offshore Facilities. The new Offshore Facilities, comprising a $46.6 million term loan facility and a $75 million revolving loan facility, are $83.4 million lower than the previous Offshore Facilities ($125 million term loan facility and $80 million revolving loan facility) – a direct result of accelerated debt repayments as part of the debt management programme.

Accelerated debt repayments continued during the year, as net debt of $49 million was repaid. The Trustee-Manager will set aside $65 million for debt repayments in the next 12 months. The focused debt management has lowered total debt by 18% over the last 4 years.

IMPACT OF RISING INTEREST RATES ON DEBT

APTT's total outstanding debt comprises 92% Onshore Facilities and 8% Offshore Facilities. Approximately 90% of outstanding Onshore Facilities are hedged through to 30 June 2025, while the Offshore Facilities are not hedged. This means that approximately 83% of APTT's total outstanding debt is protected against the risk of rising interest rates through to 2025.

The rising interest rates do have an impact on the cost of debt for the remaining 17% of total outstanding debt that remains unhedged. The Onshore Facilities are exposed to the floating interest rate of Taiwan's three-month TAIBOR, and the new Offshore Facilities are exposed to the floating interest rate of Singapore Overnight Rate Average ("SORA"). The previous Offshore Facilities were exposed to the floating interest rate of Singapore Interbank Offered Rate ("SIBOR"). While TAIBOR rates have not increased significantly over the last year, SORA and SIBOR rates have increased substantially. Although interest rate risk is well managed with hedges on approximately 83% of APTT's total outstanding debt, total interest costs for 2024 are expected to be affected by the changes in TAIBOR and SORA rates on the remaining 17% of total outstanding debt that remains unhedged.

OUTLOOK

Operationally, while the Trustee-Manager does not expect growth in Basic cable TV RGUs due to Taiwan's saturated cable TV market, we expect the number of Premium digital cable TV and Broadband RGUs to continue increasing in 2024. 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. The Trustee-Manager is managing every expense line item very closely. Total operating expenses in 2024 are expected to be in line with 2023.

DISTRIBUTIONS

The Board of Directors of the Trustee-Manager (the "Board") has declared an ordinary distribution of 0.525 cents per unit for the half-year ended 31 December 2023. The record date will be 21 March 2024 and the distribution will be paid on 28 March 2024.

The Board is re-affirming the distribution guidance for the full year ending 31 December 2024. The distribution for 2024 is expected to remain unchanged at 1.05 cents per unit, subject to no material changes in planning assumptions. The distribution will continue to be paid in half-yearly instalments of 0.525 cents per unit, calculated as at 30 June 2024 and 31 December 2024 for the six-month period ending on each of the said dates and paid in September 2024 and March 2025 respectively.

Mr McKinley said, *"Our 2024 distribution guidance takes into account the elevated interest rates and a weaker NT$ against S$. We are confident that at this distribution level, our strong cash flows can still support disciplined debt repayments and fund capital expenditure to future-proof our Broadband business."*

IMPAIRMENT ASSESSMENT FOR GOODWILL AND INTANGIBLE ASSETS

Goodwill and cable TV licences with indefinite useful lives are not subject to amortisation and are tested annually for impairment. The Trustee-Manager performs an assessment using the Discounted Cash Flow ("DCF") method. The Group's cash flow forecasts, along with relevant market discount rates and average long-term growth rates, are used to derive the value-in-use of the Group's single cash generating unit ("CGU") which supports the impairment assessment.

Interest rates have remained elevated and the business environment continues to be challenging. Over the years, the operating environment in Taiwan, particularly the cable TV industry, has become more challenging. Declining Basic cable TV RGUs has been a trend since 2018 and is expected to continue in the future. Basic cable TV ARPU has also trended lower as TBC has been offering promotions and discounted bundled packages to compete with aggressively priced IPTV. Including the performance in 2023, Basic cable TV churn and revenue have declined for five consecutive years. Separately, the growth of data backhaul services through TBC's network has been lower than originally expected. Network rollouts by wireless operators have been delayed as they manage their capital expenditure and rely on core 5G coverage by updating their headends, without rolling out as much network infrastructure. Although Broadband growth continues and Broadband has shown the potential to offset the decline in Basic cable TV revenue, overall EBITDA has been on a downward trend over the last five years.

The Group conducted an annual impairment assessment for the year ended 31 December 2023. Its external auditors worked with their internal valuation specialists to perform an independent review of the valuation methodology and assumptions like discount rate and terminal value used in the forecast cash flows based on the discounted cash flow model prepared by the Trustee-Manager for the purpose of the impairment assessment. Given current exchange rates, elevated interest rates and the challenging business environment noted above, the recoverable amount of TBC's cable TV licences has reduced and as a result an impairment loss of $440 million was recorded by the Group in the consolidated statement of profit or loss for the year ended 31 December 2023. Refer to Note 23(x) for more details.

It is important to note that an impairment loss is a non-cash item and will not impact the Group's operations or cash flows. The impairment loss will also not impact the Group's financial covenants for the onshore and offshore borrowing facilities, which were reset in December 2021 and July 2023, respectively. The lenders focus on the Group's cash, cash profile, credit quality, and debt repayment capability. There will be no change to the 2024 distribution guidance of 1.05 cents per unit. The Group continues to generate healthy cash flows from its subscription-based product offerings, namely Basic cable TV, Premium digital cable TV and Broadband.

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 Singapore Business Trusts Act 2004 ("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 ultimately 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 10,000 unitholders as at 31 December 2023, 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 operating 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 1.3 million RGUs across its subscriber base, providing them the choice from over 162 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 half-yearly basis, with the amount calculated for the six-month period ending on 30 June and 31 December each year. The Trustee-Manager will pay the distribution no later than 92 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 ("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), the age and book depreciation of tangible and intangible assets (affecting relative depreciation and amortisation expense) and impairment loss on goodwill, intangible assets and property plant and equipment. In particular, EBITDA eliminates the non-cash depreciation and amortisation 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 2023	2022	Variance[3] (%)	Year ended 31 December 2023	2022	Variance[3] (%)
Revenue							
Basic cable TV	22(i)	45,586	50,532	(9.8)	188,033	210,007	(10.5)
Premium digital cable TV	22(ii)	2,591	2,745	(5.6)	10,852	11,607	(6.5)
Broadband	22(iii)	17,217	16,148	6.6	67,510	64,350	4.9
Total revenue		**65,394**	**69,425**	**(5.8)**	**266,395**	**285,964**	**(6.8)**
Operating expenses[4]							
Broadcast and production costs	23(i)	(13,401)	(13,004)	(3.1)	(55,059)	(55,628)	1.0
Staff costs	23(ii)	(6,095)	(6,049)	(0.8)	(23,870)	(25,822)	7.6
Trustee-Manager fees	23(iv)	(1,987)	(1,855)	(7.1)	(7,882)	(7,359)	(7.1)
Other operating expenses	23(vii)	(5,765)	(7,367)	21.7	(25,383)	(28,478)	10.9
Total operating expenses		**(27,248)**	**(28,275)**	**3.6**	**(112,194)**	**(117,287)**	**4.3**
EBITDA		**38,146**	**41,150**	**(7.3)**	**154,201**	**168,677**	**(8.6)**
EBITDA margin[5]		58.3%	59.3%		57.9%	59.0%	
(Loss)/profit after income tax[6]		**(436,236)**	**8,198**	**(>100)**	**(406,403)**	**45,503**	**(>100)**
Capital expenditure							
Maintenance		4,402	5,491	19.8	14,892	17,923	16.9
Network, broadband and other		7,583	3,916	(93.6)	19,597	16,973	(15.5)
Total capital expenditure		**11,985**	**9,407**	**(27.4)**	**34,489**	**34,896**	**1.2**
Maintenance capital expenditure as % of revenue		6.7	7.9		5.6	6.3	
Total capital expenditure as % of revenue		18.3	13.5		12.9	12.2	
Income tax paid, net of refunds		(2,121)	(1,563)	(35.7)	(12,190)	(11,011)	(10.7)
Interest and other finance costs paid		(10,341)	(11,113)	6.9	(43,878)	(43,737)	(0.3)

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 depreciation and amortisation expense, impairment loss, 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 15, in order to arrive at EBITDA and EBITDA margin presented here.
5 EBITDA margin is a non-IFRS financial measure and is calculated by dividing EBITDA by total revenue.
6 (Loss)/profit after income tax is calculated in accordance with IFRS on page 15. Loss during the quarter and year is mainly driven by impairment loss of $440.0 million, refer note 23(x) for more details. Refer to page 23 for reconciliation of (loss)/profit after income tax to EBITDA.

SELECTED OPERATING DATA

Group	As at				
	2023				2022
	31 December	30 September	30 June	31 March	31 December
RGUs ('000)					
Basic cable TV	649	659	667	672	675
Premium digital cable TV	323	320	321	314	308
Broadband	340	335	330	322	315

Group	Quarter ended				
	2023				2022
	31 December	30 September	30 June	31 March	31 December
ARPU[1] (NT$ per month)					
Basic cable TV	444	448	455	460	462
Premium digital cable TV	60	61	63	64	65
Broadband	392	389	386	384	382
AMCR[2] (%)					
Basic cable TV	(0.8)	(0.7)	(0.5)	(0.5)	(0.6)
Premium digital cable TV	(1.4)	(1.9)	(1.1)	(1.0)	(0.8)
Broadband	(1.1)	(0.9)	(0.6)	(0.5)	(0.6)

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.

Basic cable TV rates for 2024 across all five operating franchise areas have been maintained at the same rates as 2023. The table below sets out TBC's monthly Basic cable TV rates for its franchise areas from 2020 to 2024:

Franchise area Amounts in NT$	2024	2023	2022	2021	2020
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 2023 was $65.4 million (31 December 2022: $69.4 million) and for the year was $266.4 million (31 December 2022: $286.0 million). Total revenue for the quarter and year was 5.8% and 6.8% lower than the pcp; in constant NT$, total revenue decreased by 1.7% for the quarter mainly due to lower basic cable TV subscription revenue resulting from a decline in the number of subscribers and lower ARPU, as well as lower revenue generated from channel leasing and increased by 0.1% for the year mainly due to higher Broadband revenue. Foreign exchange contributed to a negative variance of 4.1% for the quarter and 6.9% 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 $27.2 million for the quarter ended 31 December 2023 were 3.6% lower than the pcp (31 December 2022: $28.3 million) mainly due to lower marketing and selling expenses. Total operating expenses of $112.2 million for the year were 4.3% lower than the pcp (31 December 2022: $117.3 million) mainly due to lower staff costs and marketing and selling expenses.

(iii) EBITDA and EBITDA Margin

EBITDA of $38.1 million for the quarter ended 31 December 2023 was 7.3% lower than the pcp (31 December 2022: $41.2 million). EBITDA margin for the quarter of 58.3% was lower than the pcp (31 December 2022: 59.3%).

EBITDA of $154.2 million for the year ended 31 December 2023 was 8.6% lower than the pcp (31 December 2022: $168.7 million). EBITDA margin for the year of 57.9% was lower than the pcp (31 December 2022: 59.0%).

(iv) Capital expenditure

Total capital expenditure of $12.0 million for the quarter ended 31 December 2023 was 27.4% higher than the pcp (31 December 2022: $9.4 million). For the year, total capital expenditure of $34.5 million was 1.2% lower than the pcp (31 December 2022: $34.9 million). Total capital expenditure as a percentage of revenue was 18.3% for the quarter (31 December 2022: 13.5%) and 12.9% for the year (31 December 2022: 12.2%).

Total capital expenditure for the quarter was higher than the pcp primarily because of higher capital expenditure being incurred on network, broadband and other capital expenditure compared to the pcp. Total capital expenditure for the year was lower than the pcp primarily because of lower capital expenditure being incurred on maintenance compared to the pcp. The level of capital expenditure, which will be within 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 its 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 2023

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]**	**2023 (Unaudited)**	**2022 (Audited)**	**2023 (Unaudited)**	**2022 (Audited)**
Assets					
Current assets					
Cash and cash equivalents	5	91,940	118,860	6,028	5,945
Trade and other receivables	6	11,355	13,180	-	-
Derivative financial instruments	10	1,803	4,393	1,803	4,393
Contract costs	11	572	884	-	-
Other assets	12	2,716	1,263	45	62
		108,386	**138,580**	**7,876**	**10,400**
Non-current assets					
Investment in subsidiaries	7	-	-	776,351	1,387,351
Property, plant and equipment	8	176,962	234,274	-	-
Intangible assets	9	1,868,200	2,315,258	-	-
Derivative financial instruments	10	7,182	11,276	57	665
Contract costs	11	106	262	-	-
Other assets	12	1,376	1,263	2	7
		2,053,826	**2,562,333**	**776,410**	**1,388,023**
Total assets		**2,162,212**	**2,700,913**	**784,286**	**1,398,423**
Liabilities					
Current liabilities					
Borrowings from financial institutions	13	62,131	72,974	-	-
Derivative financial instruments	10	215	-	215	-
Trade and other payables	14	22,429	51,269	3,973	3,710
Contract liabilities	15	32,053	32,907	-	-
Retirement benefit obligations	16	1,372	1,374	-	-
Income tax payable	24	7,032	6,179	-	-
Other liabilities	18	21,231	23,637	206	298
		146,463	**188,340**	**4,394**	**4,008**
Non-current liabilities					
Borrowings from financial institutions	13	1,186,807	1,243,397	-	-
Derivative financial instruments	10	371	-	371	-
Retirement benefit obligations	16	2,887	3,720	-	-
Deferred tax liabilities	17	106,967	102,348	-	-
Other liabilities	18	23,024	24,204	-	-
		1,320,056	**1,373,669**	**371**	**-**
Total liabilities		**1,466,519**	**1,562,009**	**4,765**	**4,008**
Net assets		**695,693**	**1,138,904**	**779,521**	**1,394,415**
Equity					
Unitholders' funds	19	1,389,351	1,389,351	1,389,351	1,389,351
Reserves	20	73,774	92,687	-	-
Accumulated (deficit)/surplus		(769,553)	(345,252)	(609,830)	5,064
Equity attributable to unitholders of APTT		**693,572**	**1,136,786**	**779,521**	**1,394,415**
Non-controlling interests	21	2,121	2,118	-	-
Total equity		**695,693**	**1,138,904**	**779,521**	**1,394,415**

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]	2023 (Unaudited)	2022 (Unaudited)	Variance[2] (%)	2023 (Unaudited)	2022 (Audited)	Variance[2] (%)
Revenue							
Basic cable TV	22(i)	45,586	50,532	(9.8)	188,033	210,007	(10.5)
Premium digital cable TV	22(ii)	2,591	2,745	(5.6)	10,852	11,607	(6.5)
Broadband	22(iii)	17,217	16,148	6.6	67,510	64,350	4.9
Total revenue		**65,394**	**69,425**	**(5.8)**	**266,395**	**285,964**	**(6.8)**
Operating expenses							
Broadcast and production costs	23(i)	(13,401)	(13,004)	(3.1)	(55,059)	(55,628)	1.0
Staff costs	23(ii)	(6,095)	(6,049)	(0.8)	(23,870)	(25,822)	7.6
Depreciation and amortisation expense[3]	23(iii)	(13,278)	(15,911)	16.5	(57,009)	(69,812)	18.3
Trustee-Manager fees	23(iv)	(1,987)	(1,855)	(7.1)	(7,882)	(7,359)	(7.1)
Net foreign exchange loss[4]	23(v)	(1,972)	(1,942)	(1.5)	(79)	(949)	91.7
Mark to market (loss)/gain on derivative financial instruments[5]	23(vi)	(1,454)	2,263	(>100)	2,013	8,695	(76.8)
Other operating expenses[6]	23(vii)	(5,765)	(7,367)	21.7	(25,383)	(28,478)	10.9
Operating expenses before exceptional item		**(43,952)**	**(43,865)**	**(0.2)**	**(167,269)**	**(179,353)**	**6.7**
Exceptional item - Impairment loss[7]	23(x)	(440,000)	-	(100)	(440,000)	-	(100)
Total operating expenses		**(483,952)**	**(43,865)**	**(>100)**	**(607,269)**	**(179,353)**	**(>100)**
Operating (loss)/profit		**(418,558)**	**25,560**	**(>100)**	**(340,874)**	**106,611**	**(>100)**
Amortisation of deferred arrangement fees	23(viii)	(831)	(785)	(5.9)	(3,205)	(3,263)	1.8
Interest and other finance costs	23(ix)	(10,419)	(11,286)	7.7	(42,695)	(42,664)	(0.1)
(Loss)/profit before income tax		**(429,808)**	**13,489**	**(>100)**	**(386,774)**	**60,684**	**(>100)**
Income tax expense[8]	24	(6,428)	(5,291)	(21.5)	(19,629)	(15,181)	(29.3)
(Loss)/profit after income tax		**(436,236)**	**8,198**	**(>100)**	**(406,403)**	**45,503**	**(>100)**
(Loss)/profit after income tax attributable to:							
Unitholders of APTT		(436,274)	8,157	(>100)	(406,548)	45,253	(>100)
Non-controlling interests		38	41	(7.3)	145	250	(42.0)
(Loss)/profit after income tax		**(436,236)**	**8,198**	**(>100)**	**(406,403)**	**45,503**	**(>100)**
Basic and diluted (loss)/earnings per unit attributable to unitholders of APTT (cents)[9]	26	**(24.15)**	**0.45**		**(22.51)**	**2.51**	

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 Decrease in depreciation and amortisation expense was mainly due to lower depreciation expense on network equipment and amortisation expense on programming rights compared to the pcp. Refer Note 23(iii) for more details.

4 Variance in net foreign exchange loss is mainly due to unrealised foreign exchange movements at the subsidiary level which are not expected to be realised. Refer Note 23(v) for more details.

5 Variance in mark to market (loss)/gain on derivative financial instruments was due to exchange rate movements on foreign exchange contracts. Refer Note 23(vi) for more details.

6 Decrease in other operating expenses during the quarter and year was mainly due to lower marketing and selling expenses. Refer Note 23(vii) for more details.

7 Refers to impairment loss on goodwill, intangible assets and property, plant and equipment. Refer note 23(x) for more details.

8 Increase in income tax expense during the quarter and year was mainly due to higher deferred income tax and withholding tax expense. Refer Note 24 for more details.

9 (Loss)/earnings per unit is calculated by dividing (loss)/profit 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	2023 (Unaudited)	2022 (Unaudited)	Variance[1] (%)	2023 (Unaudited)	2022 (Audited)	Variance[1] (%)
(Loss)/profit after income tax	**(436,236)**	**8,198**	**(>100)**	**(406,403)**	**45,503**	**(>100)**
Other comprehensive income/(loss)						
Items that will not subsequently be reclassified to profit or loss:						
Remeasurement of defined benefit obligation	586	4,110	(85.7)	586	4,110	(85.7)
	586	**4,110**	**(85.7)**	**586**	**4,110**	**(85.7)**
Items that may subsequently be reclassified to profit or loss:						
Exchange differences on translation of foreign operations	14,914	(42,389)	>100	(20,653)	(144,441)	85.7
Movement on change in fair value of cash flow hedging financial instruments	(4,366)	905	(>100)	(3,250)	11,916	(>100)
Deferred tax relating to items that may subsequently be reclassified to profit or loss	873	(181)	>100	650	(2,383)	>100
	11,421	**(41,665)**	**>100**	**(23,253)**	**(134,908)**	**82.8**
Other comprehensive income/(loss), net of tax	**12,007**	**(37,555)**	**>100**	**(22,667)**	**(130,798)**	**82.7**
Total comprehensive loss	**(424,229)**	**(29,357)**	**(>100)**	**(429,070)**	**(85,295)**	**(>100)**
Total comprehensive (loss)/income attributable to:						
Unitholders of APTT	(424,267)	(29,398)	(>100)	(429,215)	(85,545)	(>100)
Non-controlling interests	38	41	(7.3)	145	250	(42.0)
Total comprehensive loss	**(424,229)**	**(29,357)**	**(>100)**	**(429,070)**	**(85,295)**	**(>100)**

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 2023	**1,389,351**	**92,687**	**(345,252)**	**1,136,786**	**2,118**	**1,138,904**
Total comprehensive (loss)/income						
(Loss)/profit after income tax	-	-	(406,548)	(406,548)	145	(406,403)
Other comprehensive loss, net of tax	-	(22,667)	-	(22,667)	-	(22,667)
Total	**-**	**(22,667)**	**(406,548)**	**(429,215)**	**145**	**(429,070)**
Transactions with unitholders, recognised directly in equity						
Transfer to capital reserves	-	3,754	(3,754)	-	-	-
Distributions paid	-	-	(13,999)	(13,999)	(142)	(14,141)
Total	**-**	**3,754**	**(17,753)**	**(13,999)**	**(142)**	**(14,141)**
Balance as at 31 December 2023	**1,389,351**	**73,774**	**(769,553)**	**693,572**	**2,121**	**695,693**

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 2023	**1,389,351**	**61,767**	**(333,279)**	**1,117,839**	**2,086**	**1,119,925**
Total comprehensive income						
(Loss)/profit after income tax	-	-	(436,274)	(436,274)	38	(436,236)
Other comprehensive income, net of tax	-	12,007	-	12,007	-	12,007
Total	**-**	**12,007**	**(436,274)**	**(424,267)**	**38**	**(424,229)**
Transactions with unitholders, recognised directly in equity						
Distributions paid	-	-	-	-	(3)	(3)
Total	**-**	**-**	**-**	**-**	**(3)**	**(3)**
Balance as at 31 December 2023	**1,389,351**	**73,774**	**(769,553)**	**693,572**	**2,121**	**695,693**

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 2022	**1,389,351**	**220,247**	**(369,203)**	**1,240,395**	**2,407**	**1,242,802**
Total comprehensive (loss)/income						
Profit after income tax	-	-	45,253	45,253	250	45,503
Other comprehensive loss, net of tax	-	(130,798)	-	(130,798)	-	(130,798)
Total	**-**	**(130,798)**	**45,253**	**(85,545)**	**250**	**(85,295)**
Transactions with unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	(365)	(365)
Transfer to capital reserves	-	3,238	(3,238)	-	-	-
Distributions paid	-	-	(18,064)	(18,064)	(174)	(18,238)
Total	**-**	**3,238**	**(21,302)**	**(18,064)**	**(539)**	**(18,603)**
Balance as at 31 December 2022	**1,389,351**	**92,687**	**(345,252)**	**1,136,786**	**2,118**	**1,138,904**

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 2022	**1,389,351**	**130,242**	**(348,893)**	**1,170,700**	**2,081**	**1,172,781**
Total comprehensive (loss)/income						
Profit after income tax	-	-	8,157	8,157	41	8,198
Other comprehensive loss, net of tax	-	(37,555)	-	(37,555)	-	(37,555)
Total	**-**	**(37,555)**	**8,157**	**(29,398)**	**41**	**(29,357)**
Transactions with unitholders, recognised directly in equity						
Distributions paid	-	-	(4,516)	(4,516)	(4)	(4,520)
Total	**-**	**-**	**(4,516)**	**(4,516)**	**(4)**	**(4,520)**
Balance as at 31 December 2022	**1,389,351**	**92,687**	**(345,252)**	**1,136,786**	**2,118**	**1,138,904**

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

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated surplus/(deficit)	Total equity
Balance as at 1 January 2023	**1,389,351**	**5,064**	**1,394,415**
Total comprehensive loss			
Loss after income tax	-	(600,895)	(600,895)
Total	**-**	**(600,895)**	**(600,895)**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(13,999)	(13,999)
Total	**-**	**(13,999)**	**(13,999)**
Balance as at 31 December 2023	**1,389,351**	**(609,830)**	**779,521**

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated surplus/(deficit)	Total equity
Balance as at 1 October 2023	**1,389,351**	**2,015**	**1,391,366**
Total comprehensive loss			
Loss after income tax	-	(611,845)	(611,845)
Total	**-**	**(611,845)**	**(611,845)**
Balance as at 31 December 2023	**1,389,351**	**(609,830)**	**779,521**

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

Trust (Audited) Amounts in $'000	Unitholders' funds	Accumulated surplus	Total equity
Balance as at 1 January 2022	**1,389,351**	**573**	**1,389,924**
Total comprehensive income			
Profit after income tax	-	22,555	22,555
Total	**-**	**22,555**	**22,555**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(18,064)	(18,064)
Total	**-**	**(18,064)**	**(18,064)**
Balance as at 31 December 2022	**1,389,351**	**5,064**	**1,394,415**

Trust (Unaudited) Amounts in $'000	Unitholders' funds	Accumulated surplus	Total equity
Balance as at 1 October 2022	**1,389,351**	**5,078**	**1,394,429**
Total comprehensive income			
Profit after income tax	-	4,502	4,502
Total	**-**	**4,502**	**4,502**
Transactions with unitholders, recognised directly in equity			
Distributions paid	-	(4,516)	(4,516)
Total	**-**	**(4,516)**	**(4,516)**
Balance as at 31 December 2022	**1,389,351**	**5,064**	**1,394,415**

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	2023	2022	2023	2022
At beginning and 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	2023 (Unaudited)	2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
At beginning and end of the quarter/year	**1,389,351**	**1,389,351**	**1,389,351**	**1,389,351**

There were no changes to unitholders' funds during the quarters and years ended 31 December 2023 and 2022.

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 2023 and 2022, 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 2023 (Unaudited)	 2022 (Unaudited)	Year ended 31 December 2023 (Unaudited)	 2022 (Audited)
Operating activities				
(Loss)/profit after income tax	**(436,236)**	**8,198**	**(406,403)**	**45,503**
Adjustments for:				
Depreciation and amortisation expense	13,278	15,911	57,009	69,812
Net foreign exchange loss/(gain)	1,461	1,547	(799)	3,634
Loss on disposal of property, plant and equipment	-	4	-	4
Gain on lease modification	-	-	(2)	(2)
Mark to market loss/(gain) on derivative financial instruments	1,454	(2,263)	(2,013)	(8,695)
Amortisation of deferred arrangement fees	831	785	3,205	3,263
Interest and other finance costs	10,419	11,286	42,695	42,664
Exceptional item - Impairment loss	440,000	-	440,000	-
Income tax expense	6,428	5,291	19,629	15,181
Operating cash flows before movements in working capital	**37,635**	**40,759**	**153,321**	**171,364**
Trade and other receivables	692	6,988	1,825	2,909
Trade and other payables	(9,181)	4,513	(28,840)	(2,241)
Contract costs	137	118	468	429
Contract liabilities	474	(1,549)	(854)	(4,444)
Retirement benefit obligations	45	(195)	(249)	(1,461)
Other assets	(445)	1,237	(1,566)	(57)
Other liabilities	1,937	3,277	(1,449)	(1,608)
Cash generated from operations	**31,294**	**55,148**	**122,656**	**164,891**
Income tax paid, net of refunds	(2,121)	(1,563)	(12,190)	(11,011)
Interest paid on lease liabilities (Note 13)	(26)	(29)	(119)	(137)
Net cash inflows from operating activities	**29,147**	**53,556**	**110,347**	**153,743**
Investing activities				
Acquisition of property, plant and equipment	(11,218)	(8,954)	(32,285)	(33,682)
Acquisition of intangible assets	(430)	(1,044)	(1,284)	(2,412)
Net cash used in investing activities	**(11,648)**	**(9,998)**	**(33,569)**	**(36,094)**
Financing activities				
Interest and other finance costs paid (Note 13)	(10,341)	(11,113)	(43,878)	(43,737)
Borrowings from financial institutions (Note 13)	-	-	136,114	25,266
Repayment of borrowings to financial institutions (Note 13)	(10,694)	(31,998)	(185,398)	(87,615)
Settlement of lease liabilities (Note 13)	(544)	(583)	(2,192)	(2,538)
Settlement of derivative financial instruments (Note 13)	1,916	1,791	5,797	3,774
Settlement of transactions with non-controlling interests	-	-	-	(365)
Distributions to non-controlling interests	(3)	(4)	(142)	(174)
Distributions to unitholders	-	(4,516)	(13,999)	(18,064)
Net cash used in financing activities	**(19,666)**	**(46,423)**	**(103,698)**	**(123,453)**
Net decrease in cash and cash equivalents	**(2,167)**	**(2,865)**	**(26,920)**	**(5,804)**
Cash and cash equivalents at the beginning of the quarter/year	94,107	121,725	118,860	124,664
Cash and cash equivalents at the end of the quarter/year (Note 5)	**91,940**	**118,860**	**91,940**	**118,860**

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	2023 (Unaudited)	2022 (Unaudited)	Variance[1] (%)	2023 (Unaudited)	2022 (Audited)	Variance[1] (%)
(Loss)/profit after income tax	**(436,236)**	**8,198**	**(>100)**	**(406,403)**	**45,503**	**(>100)**
Add: Depreciation and amortisation expense	13,278	15,911	16.5	57,009	69,812	18.3
Add: Net foreign exchange loss	1,972	1,942	(1.5)	79	949	91.7
Add: Mark to market loss/(gain) on derivative financial instruments	1,454	(2,263)	(>100)	(2,013)	(8,695)	(76.8)
Add: Amortisation of deferred arrangement fees	831	785	(5.9)	3,205	3,263	1.8
Add: Interest and other finance costs	10,419	11,286	7.7	42,695	42,664	(0.1)
Add: Exceptional item - Impairment loss	440,000	-	(100)	440,000	-	(100)
Add: Income tax expense	6,428	5,291	(21.5)	19,629	15,181	(29.3)
EBITDA	**38,146**	**41,150**	**(7.3)**	**154,201**	**168,677**	**(8.6)**
EBITDA margin	58.3%	59.3%		57.9%	59.0%	

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 Singapore Business Trusts Act 2004 ("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 ultimately 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.

This results announcement for the quarter and year ended 31 December 2023 was authorised for issue by the Board of Directors of the Trustee-Manager on 29 February 2024.

2) BASIS OF PREPARATION

The financial statements for the quarter and year ended 31 December 2023 have been prepared in accordance with International Financial Reporting Standards (IFRS Accounting Standard) ("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 2022, except for the adoption of new and revised IFRS that are relevant to its operations and mandatorily effective for the accounting period that begins on or after 1 January 2023, as explained in Note 3.

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

3) MATERIAL ACCOUNTING POLICY INFORMATION

On 1 January 2023, the Group and the Trust have applied all the new and revised IFRS that are relevant to its operations. The adoption has not had any material impact on the disclosures or on the amounts reported for in these financial statements. Accordingly, comparative financial information presented in this report has not been restated.

4) CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The financial statements have been prepared in accordance with IFRS. The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates and assumptions. It also requires the Trustee-Manager to exercise judgment in the process of applying the Group's material accounting policies. Estimates and judgments used in preparing the financial statements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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 2022, except for inclusion of revenue recognition as critical judgments. 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

	Group as at 31 December		Trust as at 31 December	
Amounts in $'000	2023 (Unaudited)	2022 (Audited)	2023 (Unaudited)	2022 (Audited)
Cash on hand	42	45	-	-
Cash at bank	91,898	118,815	6,028	5,945
Total	**91,940**	**118,860**	**6,028**	**5,945**

Cash and cash equivalents at the Trust level increased from $5.9 million as at 31 December 2022 to $6.0 million as at 31 December 2023. 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 2023.

Cash and cash equivalents at the Group level decreased from $118.9 million as at 31 December 2022 to $91.9 million as at 31 December 2023. The decrease was primarily due to the payment of distributions to unitholders, capital expenditure, interest payments and principal repayments during the year. Refer to the consolidated statement of cash flows on page 22 for more details. The Trustee-Manager will reserve approximately $65 million for scheduled principal repayments on its onshore and offshore borrowing facilities in the next 12 months.

6) TRADE AND OTHER RECEIVABLES

	Group as at 31 December		Trust as at 31 December	
Amounts in $'000	2023 (Unaudited)	2022 (Audited)	2023 (Unaudited)	2022 (Audited)
Trade receivables due from outside parties	11,355	13,180	-	-
Total	**11,355**	**13,180**	**-**	**-**

Trade receivables are initially measured at their transaction price, unless they contain significant financing components, when they are recognised at fair value. They are subsequently measured at amortised cost, less loss allowance.

Trade and other receivables at the Group level decreased from $13.2 million as at 31 December 2022 to $11.4 million as at 31 December 2023 mainly due to decrease in the amounts due from trade debtors for channel leasing and airtime advertising.

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			2023	2022	2023 (Unaudited)	2022 (Audited)
APTT Holdings 1 Limited	Investment holding company	Bermuda	100	100	407,584	728,359
APTT Holdings 2 Limited	Investment holding company	Bermuda	100	100	368,767	658,992
Total					**776,351**	**1,387,351**

The Trust recorded an impairment loss of $611.0 million on the value of its investment in subsidiaries and recognised the loss in its separate statement of profit or loss for the year ended 31 December 2023 (31 December 2022: $nil). The impairment loss recorded in APTT's separate statement of profit or loss is higher than the impairment loss recorded in the Group's consolidated statement of profit or loss by $171.0 million mainly because the carrying value of "Investment in subsidiaries" in APTT's books exceeded the carrying value of the Group's CGU by $171.0 million. Refer to Note 23(x) for more details.

The following entities were within the Group as at 31 December 2023 and 31 December 2022:

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.

There are no significant restrictions on the ability of the Trust or the subsidiaries to access or use the assets and settle the liabilities of the Group.

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 2023	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation	Impairment	Foreign exchange effect	As at 31 December 2023
Land	5,253	-	207	-	-	-	(87)	5,373
Buildings	2,700	-	99	-	(270)	-	(44)	2,485
Leasehold improvements	531	-	493	-	(328)	-	(16)	680
Network equipment	208,710	3,523	29,407	-	(46,265)	(33,643)	(3,318)	158,414
Plant and equipment	6,568	-	1,545	-	(3,497)	(791)	(99)	3,726
Transport equipment	64	-	687	-	(42)	(125)	6	590
Assets under construction	5,564	29,911	(32,438)	-	339	(577)	(83)	2,716
	229,390	**33,434**	**-**	**-**	**(50,063)**	**(35,136)**	**(3,641)**	**173,984**
Right-of-use assets								
Land	112	807	-	-	(276)	(109)	(19)	515
Buildings	3,369	180	-	-	(967)	(443)	(55)	2,084
Plant and equipment	17	68	-	-	(52)	(6)	-	27
Transport equipment	1,386	-	-	(62)	(877)	(75)	(20)	352
	4,884	**1,055**	**-**	**(62)**	**(2,172)**	**(633)**	**(94)**	**2,978**
Total	**234,274**	**34,489**	**-**	**(62)**	**(52,235)**	**(35,769)**	**(3,735)**	**176,962**

Group Carrying value (Unaudited) Amounts in $'000	As at 1 October 2023	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation	Impairment	Foreign exchange effect	As at 31 December 2023
Land	5,108	-	207	-	-	-	58	5,373
Buildings	2,475	-	42	-	(59)	-	27	2,485
Leasehold improvements	752	-	-	-	(80)	-	8	680
Network equipment	189,687	1,002	10,218	-	(10,946)	(33,643)	2,096	158,414
Plant and equipment	4,653	-	653	-	(838)	(791)	49	3,726
Transport equipment	40	-	687	-	(19)	(125)	7	590
Assets under construction	3,741	10,983	(11,807)	-	339	(577)	37	2,716
	206,456	**11,985**	**-**	**-**	**(11,603)**	**(35,136)**	**2,282**	**173,984**
Right-of-use assets								
Land	687	-	-	-	(68)	(109)	5	515
Buildings	2,736	-	-	-	(237)	(443)	28	2,084
Plant and equipment	46	-	-	-	(14)	(6)	1	27
Transport equipment	693	-	-	(62)	(209)	(75)	5	352
	4,162	**-**	**-**	**(62)**	**(528)**	**(633)**	**39**	**2,978**
Total	**210,618**	**11,985**	**-**	**(62)**	**(12,131)**	**(35,769)**	**2,321**	**176,962**

Group Carrying value (Audited) Amounts in $'000	As at 1 January 2022	Additions	Transfer within PPE	Disposals/ write-offs	Depreciation	Impairment	Foreign exchange effect	As at 31 December 2022
Land	5,083	-	705	-	-	-	(535)	5,253
Buildings	3,989	-	198	-	(1,138)	-	(349)	2,700
Leasehold improvements	1,557	-	11	-	(943)	-	(94)	531
Network equipment	256,618	4,572	28,149	-	(55,497)	-	(25,132)	208,710
Plant and equipment	10,785	-	786	(4)	(4,098)	-	(901)	6,568
Transport equipment	109	-	-	-	(36)	-	(9)	64
Assets under construction	7,532	29,109	(29,849)	-	(508)	-	(720)	5,564
	285,673	**33,681**	**-**	**(4)**	**(62,220)**	**-**	**(27,740)**	**229,390**
Right-of-use assets								
Land	441	-	-	(25)	(277)	-	(27)	112
Buildings	3,863	1,135	-	-	(1,266)	-	(363)	3,369
Plant and equipment	49	-	-	-	(28)	-	(4)	17
Transport equipment	2,467	80	-	-	(956)	-	(205)	1,386
	6,820	**1,215**	**-**	**(25)**	**(2,527)**	**-**	**(599)**	**4,884**
Total	**292,493**	**34,896**	**-**	**(29)**	**(64,747)**	**-**	**(28,339)**	**234,274**

The Trust's PPE were fully depreciated before the start of the previous year ended 31 December 2022, hence there was no movement during the quarter and year ended 31 December 2023 and the previous year ended 31 December 2022.

As at 31 December 2023, the Group has pledged property, plant and equipment having carrying amounts of $202.6 million (31 December 2022: $221.4 million) to secure debt facilities granted to the Group (Note 13).

During the quarter and year ended 31 December 2023, the Group acquired property, plant and equipment with an aggregate cost of $12.0 million (31 December 2022: $8.6 million) and $33.4 million (31 December 2022: $33.7 million), of which $4.5 million remained unpaid as at 31 December 2023 (31 December 2022: $3.4 million). In addition, property, plant and equipment with an aggregate cost of $3.7 million, unpaid as at 30 September 2023, was paid during the quarter (31 December 2022: $3.9 million) and property, plant and equipment with an aggregate cost of $3.4 million, unpaid as at 31 December 2022, was paid during the year (31 December 2022: $3.8 million).

The annual impairment assessment for the Group's CGU was performed for the year ended 31 December 2023. During the quarter and year ended 31 December 2023, the Group recorded an impairment loss of $35.8 million (31 December 2022: $nil) against the Group's property, plant and equipment. No impairment loss was allocated to land, buildings and leasehold improvements as it is estimated that their recoverable values are more than their carrying values.

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 its 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 and is tested 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 2023	Additions	Amortisation	Impairment	Foreign exchange effect	As at 31 December 2023
Cable TV licences	2,298,597	-	-	(395,852)	(38,813)	1,863,932
Software	3,789	1,019	(2,170)	(452)	(55)	2,131
Programming rights	5,271	-	(2,604)	(454)	(76)	2,137
Goodwill	7,601	-	-	(7,473)	(128)	-
Total	**2,315,258**	**1,019**	**(4,774)**	**(404,231)**	**(39,072)**	**1,868,200**

Group Carrying value (Unaudited) Amounts in $'000	As at 1 October 2023	Additions	Amortisation	Impairment	Foreign exchange effect	As at 31 December 2023
Cable TV licences	2,235,138	-	-	(395,852)	24,646	1,863,932
Software	2,591	469	(506)	(452)	29	2,131
Programming rights	3,203	-	(641)	(454)	29	2,137
Goodwill	7,391	-	-	(7,473)	82	-
Total	**2,248,323**	**469**	**(1,147)**	**(404,231)**	**24,786**	**1,868,200**

Group Carrying value (Audited) Amounts in $'000	As at 1 January 2022	Additions	Amortisation	Impairment	Foreign exchange effect	As at 31 December 2022
Cable TV licences	2,563,652	-	-	-	(265,055)	2,298,597
Software	4,043	2,392	(2,268)	-	(378)	3,789
Programming rights	8,818	-	(2,797)	-	(750)	5,271
Goodwill	8,478	-	-	-	(877)	7,601
Total	**2,584,991**	**2,392**	**(5,065)**	**-**	**(267,060)**	**2,315,258**

The Trust's intangible assets were fully amortised before the start of the previous year ended 31 December 2022, hence there was no movement during the quarter and year ended 31 December 2023 and the previous year ended 31 December 2022.

The value of the 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 high-speed Broadband services in Taiwan.

During the quarter and year ended 31 December 2023, the Group acquired intangible assets with an aggregate cost of $0.5 million (31 December 2022: $1.2 million) and $1.0 million (31 December 2022: $2.4 million), of which $0.4 million remained unpaid as at 31 December 2023 (31 December 2022: $0.7 million). In addition, intangible assets with an aggregate cost of $0.4 million, unpaid as at 30 September 2023, was paid during the quarter (31 December 2022: $0.6 million) and intangible assets with an aggregate cost of $0.7 million, unpaid as at 31 December 2022, was paid during the year (31 December 2022: $0.8 million).

The annual impairment assessment for the Group's single CGU was performed for the year ended 31 December 2023. During the quarter and year ended 31 December 2023, the Group recorded an impairment loss of $404.2 million (31 December 2022: $nil) against the Group's intangible assets.

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$ estimated future 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 2023, 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	2023 (Unaudited)	2022 (Audited)	2023 (Unaudited)	2022 (Audited)
Sell NT$1,600 million (31 December 2022: NT$1,752 million)	71,900	83,400	71,900	83,400
Total	**71,900**	**83,400**	**71,900**	**83,400**

As at 31 December 2023, mark to market movements, classified as current and non-current assets, on such contracts were $1.8 million (31 December 2022: $4.4 million) and $0.1 million (31 December 2022: $0.7 million); and classified as current and non-current liabilities, on such contracts were $0.2 million (31 December 2022: $nil) and $0.4 million (31 December 2022: $nil) 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.

As at 31 December 2023, approximately 90% (31 December 2022: 93%) of the outstanding onshore facilities were hedged through to 30 June 2025. The average fixed rate on these swaps is 0.94% (31 December 2022: 0.94%).

The fair value of the interest rate swaps with notional value of NT$24.4 billion as at 31 December 2023 (31 December 2022: NT$25.3 billion) was estimated at $7.1 million (31 December 2022: $10.6 million), which resulted in a derivative financial instrument non-current asset being recognised by the Group. The unrealised gains represent the difference between the contract rates at which the interest rate swaps were entered into and the market rates as at the end of the reporting period. These amounts were based on valuation techniques at the end of the reporting period. The aforementioned interest rate swaps qualify for hedge accounting. For the quarter ended 31 December 2023, the movement in the fair value of cash flow hedging interest rate derivatives resulted in a loss of $4.4 million (31 December 2022: gain of $0.9 million), with a deferred tax benefit amounting to $0.9 million (31 December 2022: net of deferred tax expense $0.2 million), which resulted in a net loss of $3.5 million (31 December 2022: net gain of $0.7 million), being recognised directly in other comprehensive income. For the year ended 31 December 2023, the movement in the fair value of cash flow hedging interest rate derivatives resulted in a loss of $3.3 million (31 December 2022: gain of $11.9 million), with a deferred tax benefit amounting to $0.7 million (31 December 2022: net of deferred tax expense of $2.4 million), which resulted in a net loss of $2.6 million (31 December 2022: net gain of $9.5 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)
	2023 (Unaudited)	2022 (Audited)			
Foreign exchange contracts	**Assets:** Current - 1,803 Non-current - 57 **Liabilities:** Current - 215 Non-current - 371	**Assets:** Current - 4,393 Non-current - 665 **Liabilities:** Current - nil Non-current - nil	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	**Assets:** Current - nil Non-current - 7,125 **(designated for hedging)**	**Assets:** Current - nil Non-current - 10,611 **(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 2023 (Unaudited)	Group as at 31 December 2022 (Audited)	Trust as at 31 December 2023 (Unaudited)	Trust as at 31 December 2022 (Audited)
Current	572	884	-	-
Non-current	106	262	-	-
Total	**678**	**1,146**	**-**	**-**

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 2023 (Unaudited)	Group as at 31 December 2022 (Audited)	Trust as at 31 December 2023 (Unaudited)	Trust as at 31 December 2022 (Audited)
Current				
Prepayments	1,594	812	30	28
Tax receivables	1,062	404	11	16
Refundable deposits	4	21	4	18
Other assets	56	26	-	-
Total	**2,716**	**1,263**	**45**	**62**
Non-current				
Refundable deposits	1,087	1,002	2	7
Other assets	289	261	-	-
Total	**1,376**	**1,263**	**2**	**7**
Total other assets	**4,092**	**2,526**	**47**	**69**

13) BORROWINGS FROM FINANCIAL INSTITUTIONS

Group Amounts in $'000	As at 31 December 2023 (Unaudited)	As at 31 December 2022 (Audited)
Current portion	65,483	75,871
Less: Unamortised arrangement fees	(3,352)	(2,897)
	62,131	**72,974**
Non-current portion	1,198,049	1,256,733
Less: Unamortised arrangement fees	(11,242)	(13,336)
	1,186,807	**1,243,397**
Total current and non-current portion[1]	1,263,532	1,332,604
Less: Total unamortised arrangement fees	(14,594)	(16,233)
Total	**1,248,938**	**1,316,371**

[1] Comprised outstanding NT$ denominated borrowings of NT$27.0 billion (31 December 2022: NT$27.4 billion) at the TBC level and S$ denominated borrowings of S$105.6 million (31 December 2022: S$136.9 million) at the Bermuda holding companies' level.

The reduction in the total debt balance during the year is due mostly to net debt repayments of $49 million.

Onshore Facilities

The NT$ denominated facilities of NT$29.5 billion at TBC level ("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 2023, the total carrying value of property, plant and equipment pledged for the Onshore Facilities was $202.6 million (31 December 2022: $221.4 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% (2022: 1.1% to 2.1%) per annum depending 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, debt related 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.

Offshore Facilities

Offshore facilities consist of a multicurrency term loan facility in an aggregate amount of $46.6 million (31 December 2022: $125.0 million) and a multicurrency revolving loan facility in an aggregate amount of $75.0 million (31 December 2022: $80.0 million) secured by APTT Holdings 1 Limited and APTT Holdings 2 Limited ("Offshore Facilities").

The Trustee-Manager announced on 17 January 2023 that it has signed the facility agreement to refinance its Offshore Facilities on the same major terms. The financial close was successfully completed on 14 July 2023, at the maturity of the previous Offshore Facilities, as a result, no break cost was incurred. The new Offshore Facilities will mature 30 months from 14 July 2023.

The new Offshore Facilities are denominated in Singapore dollars and repayable in tranches by 2026. 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 2023, the total carrying value of assets pledged for the Offshore Facilities was $1,129 million (31 December 2022: $1,135 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 new Offshore Facilities bear a floating interest rate of Singapore Overnight Rate Average ("SORA") plus the applicable adjustment spread as per the agreement and an interest margin of 4.1% to 4.9% (2022: 4.1% to 5.5%) per annum depending on the leverage ratio of the Group.

At inception, debt related 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.

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 2023	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 2023 (Unaudited)
Borrowings from financial institutions (Note 13)	1,316,371	(49,284)[1]	3,205	-	-	-	-	(21,354)	1,248,938
Interest rate swaps (Note 10(ii))	(10,611)	-	-	-	-	3,250	-	236	(7,125)
Foreign exchange contracts (Note 10(i))	(5,058)	5,797	-	-	-	-	(2,013)[2]	-	(1,274)
Lease liabilities (Note 18)	4,864	(2,192)	-	991	-	-	-	(94)	3,569
Interest and other finance costs (Note 18)	1,975	(43,997)[3]	-	-	42,695	-	-	1,734	2,407
Total	**1,307,541**	**(89,676)**	**3,205**	**991**	**42,695**	**3,250**	**(2,013)**	**(19,478)**	**1,246,515**

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 2023 consists of $3.8 million of unrealised losses from the mark to market movements (31 December 2022: gains of $4.9 million) and $5.8 million of realised gains from settlement of foreign exchange contracts (31 December 2022: $3.8 million). The fair value adjustments of foreign exchange contracts during the quarter ended 31 December 2023 consists of $3.4 million of unrealised losses from the mark to market movements (31 December 2022: gains of $0.5 million) and $1.9 million of realised gains from settlement of foreign exchange contracts (31 December 2022: $1.8 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	As at	Financing	Non-cash changes						As at
	1 October 2023	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 2023 (Unaudited)
Amounts in $'000									
Borrowings from financial institutions (Note 13)	1,246,315	(10,694)[1]	831	-	-	-	-	12,486	1,248,938
Interest rate swaps (Note 10(ii))	(11,414)	-	-	-	-	4,366	-	(77)	(7,125)
Foreign exchange contracts (Note 10(i))	(4,644)	1,916	-	-	-	-	1,454[2]	-	(1,274)
Lease liabilities (Note 18)	4,133	(544)	-	(62)	-	-	-	42	3,569
Interest and other finance costs (Note 18)	2,376	(10,367)[3]	-	-	10,419	-	-	(21)	2,407
Total	**1,236,766**	**(19,689)**	**831**	**(62)**	**10,419**	**4,366**	**1,454**	**12,430**	**1,246,515**

Group	As at	Financing	Non-cash changes						As at
	1 January 2022	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 2022 (Audited)
Amounts in $'000									
Borrowings from financial institutions (Note 13)	1,513,492	(62,349)[1]	3,263	-	-	-	-	(138,035)	1,316,371
Interest rate swaps (Note 10(ii))	-	-	-	-	-	(11,916)	-	1,305	(10,611)
Foreign exchange contracts (Note 10(i))	(137)	3,774	-	-	-	-	(8,695)	-	(5,058)
Lease liabilities (Note 18)	6,810	(2,538)	-	1,188	-	-	-	(596)	4,864
Interest and other finance costs (Note 18)	3,190	(43,874)[3]	-	-	42,664	-	-	(5)	1,975
Total	**1,523,355**	**(104,987)**	**3,263**	**1,188**	**42,664**	**(11,916)**	**(8,695)**	**(137,331)**	**1,307,541**

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 2023 consists of $3.8 million of unrealised losses from the mark to market movements (31 December 2022: gains of $4.9 million) and $5.8 million of realised gains from settlement of foreign exchange contracts (31 December 2022: $3.8 million). The fair value adjustments of foreign exchange contracts during the quarter ended 31 December 2023 consists of $3.4 million of unrealised losses from the mark to market movements (31 December 2022: gains of $0.5 million) and $1.9 million of realised gains from settlement of foreign exchange contracts (31 December 2022: $1.8 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 2023 (Unaudited)	Group as at 31 December 2022 (Audited)	Trust as at 31 December 2023 (Unaudited)	Trust as at 31 December 2022 (Audited)
Trade payables due to outside parties	18,456	47,559	-	-
Base fees payable to the Trustee-Manager	3,973	3,710	3,973	3,710
Total	**22,429**	**51,269**	**3,973**	**3,710**

The Group's trade and other payables as at 31 December 2023 of $22.4 million (31 December 2022: $51.3 million) comprised mainly broadcast and production costs payable of $15.9 million (31 December 2022: $45.0 million), other payables of $2.6 million (31 December 2022: $2.6 million) and base fees payable to the Trustee-Manager of $4.0 million (31 December 2022: $3.7 million).

The Trust's trade and other payables as at 31 December 2023 comprised mainly base fees payable to the Trustee-Manager of $4.0 million (31 December 2022: $3.7 million).

15) CONTRACT LIABILITIES

Contract liabilities were $32.1 million as at 31 December 2023 (31 December 2022: $32.9 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 initial sales transactions whereas revenue is recognised over the period that services are provided to 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 2023 which related to brought-forward contract liabilities as at the end of the previous year was $0.2 million (31 December 2022: $0.3 million) and $32.9 million (31 December 2022: $37.3 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 2023, the Group's retirement benefit obligations, classified as current and non-current liabilities, were $1.4 million (31 December 2022: $1.4 million) and $2.9 million (31 December 2022: $3.7 million) respectively.

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 2023	Recognised in profit or loss	Recognised in other comprehensive income	Foreign exchange effect	As at 31 December 2023
Impairment loss	(850)	98	-	15	(737)
Cash flow hedging reserves	2,122	-	(650)	(47)	1,425
Intangible assets that are partially deductible for tax purposes[1]	104,668	6,266	-	(1,797)	109,137
Undistributed earnings of subsidiaries	5,128	1,142	-	(50)	6,220
Arrangement fees	(4,831)	795	-	78	(3,958)
Carry forward of losses	(4,354)	(1,191)	-	60	(5,485)
Others	(1)	-	-	-	(1)
Unrealised exchange differences	466	(99)	-	(1)	366
Deferred tax liabilities, net	**102,348**	**7,011**	**(650)**	**(1,742)**	**106,967**

Group (Audited) Amounts in $'000	As at 1 January 2022	Recognised in profit or loss	Recognised in other comprehensive income	Foreign exchange effect	As at 31 December 2022
Impairment loss	(948)	-	-	98	(850)
Cash flow hedging reserves	-	-	2,383	(261)	2,122
Intangible assets that are partially deductible for tax purposes[1]	109,663	6,731	-	(11,726)	104,668
Undistributed earnings of subsidiaries	5,304	337	-	(513)	5,128
Arrangement fees	(6,287)	854	-	602	(4,831)
Carry forward of losses	(3,595)	(1,146)	-	387	(4,354)
Others	(8)	6	-	1	(1)
Unrealised exchange differences	3,065	(2,473)	-	(126)	466
Deferred tax liabilities, net	**107,194**	**4,309**	**2,383**	**(11,538)**	**102,348**

1 Following the settlement principles agreed between the Group and the Taiwan tax authorities in 2014, deferred tax liabilities of $109.1 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 2023 (31 December 2022: $104.7 million).

18) OTHER LIABILITIES

Amounts in $'000	Group as at 31 December 2023 (Unaudited)	Group as at 31 December 2022 (Audited)	Trust as at 31 December 2023 (Unaudited)	Trust as at 31 December 2022 (Audited)
Current				
Accrued expenses	14,102	13,937	206	298
Withholding tax payable	152	671	-	-
Other tax payable	2,744	3,201	-	-
Lease liabilities	1,690	1,974	-	-
Interest and other finance costs payable	2,407	1,975	-	-
Others	136	1,879	-	-
Total	**21,231**	**23,637**	**206**	**298**
Non-current				
Subscriber deposits	18,420	18,463	-	-
Lease liabilities	1,879	2,890	-	-
Others	2,725	2,851	-	-
Total	**23,024**	**24,204**	**-**	**-**
Total other liabilities	**44,255**	**47,841**	**206**	**298**

19) UNITHOLDERS' FUNDS

Group and Trust	As at 31 December			
	Number of units		$'000	
	2023	2022	2023 (Unaudited)	2022 (Audited)
Balance at the beginning and end of the year	**1,806,354,850**	**1,806,354,850**	**1,389,351**	**1,389,351**

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 2023 (Unaudited)	 2022 (Audited)
Foreign currency translation reserves	27,588	48,241
Retirement benefit obligations reserves	(7,022)	(7,608)
Cash flow hedging reserves[1]	6,933	9,533
Capital reserves[2]	46,275	42,521
Total	**73,774**	**92,687**

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 2023	**48,241**	**9,533**	**42,521**	**(7,608)**	**92,687**
Exchange differences on translation of foreign operations	(20,653)	-	-	-	(20,653)
Movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	(3,250)	-	-	(3,250)
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	650	-	-	650
Transfer from accumulated profits[2]	-	-	3,754	-	3,754
Remeasurement of defined benefit obligations	-	-	-	586	586
Balance as at 31 December 2023	**27,588**	**6,933**	**46,275**	**(7,022)**	**73,774**
Balance as at 1 October 2023	**12,674**	**10,426**	**46,275**	**(7,608)**	**61,767**
Exchange differences on translation of foreign operations	14,914	-	-	-	14,914
Movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	(4,366)	-	-	(4,366)
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	873	-	-	873
Remeasurement of defined benefit obligations	-	-	-	586	586
Balance as at 31 December 2023	**27,588**	**6,933**	**46,275**	**(7,022)**	**73,774**

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 2022	**192,682**	**-**	**39,283**	**(11,718)**	**220,247**
Exchange differences on translation of foreign operations	(144,441)	-	-	-	(144,441)
Movement on change in fair value of cash flow hedging financial instruments:					
Interest rate swaps	-	11,916	-	-	11,916
Deferred tax relating to items that may subsequently be reclassified to profit or loss	-	(2,383)	-	-	(2,383)
Transfer from accumulated profits[1]	-	-	3,238	-	3,238
Remeasurement of defined benefit obligations	-	-	-	4,110	4,110
Balance as at 31 December 2022	**48,241**	**9,533**	**42,521**	**(7,608)**	**92,687**

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	2023 (Unaudited)	2022 (Audited)
Balance at the beginning of the year	**2,118**	**2,407**
Total comprehensive income attributable to non-controlling interests	145	250
Settlement of transactions with non-controlling interests	-	(365)
Distributions paid	(142)	(174)
Balance at the end of the year	**2,121**	**2,118**

22) REVENUE

Total revenue for the quarter ended 31 December 2023 was $65.4 million (31 December 2022: $69.4 million) and for the year was $266.4 million (31 December 2022: $286.0 million). Total revenue for the quarter and year was 5.8% and 6.8% lower than the pcp; in constant NT$, total revenue for the quarter was 1.7% lower than pcp and for the year was 0.1% higher than pcp. Foreign exchange contributed to a negative variance of 4.1% for the quarter and 6.9% 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 $45.6 million for the quarter ended 31 December 2023 was down 9.8% compared to the pcp (31 December 2022: $50.5 million). In constant NT$, Basic cable TV revenue was down 5.7%. This comprised subscription revenue of $37.0 million (31 December 2022: $41.6 million) and non-subscription revenue of $8.6 million (31 December 2022: $8.9 million). The decrease in Basic cable TV revenue in constant NT$ was mainly due to lower subscription revenue as described below.

Basic cable TV revenue of $188.0 million for the year ended 31 December 2023 was down 10.5% compared to the pcp (31 December 2022: $210.0 million). In constant NT$, Basic cable TV revenue was down 3.6%. This comprised subscription revenue of $155.4 million (31 December 2022: $177.7 million) and non-subscription revenue of $32.6 million (31 December 2022: $32.3 million). The decrease in Basic cable TV revenue in constant NT$ was mainly due to lower subscription revenue as described below.

Subscription revenue was generated from TBC's c.649,000 Basic cable TV RGUs each contributing an ARPU of NT$444 per month in the quarter to access over 100 cable TV channels. Basic cable TV RGUs decreased by c.10,000 and ARPU was lower by NT$4 per month compared to the previous quarter ended 30 September 2023 (RGUs: c.659,000; ARPU: NT$448 per month). The decline in Basic cable TV RGUs was due to a number of factors, including the removal of c.3,800 non-paying subscribers, competition from aggressively priced IPTV, the growing popularity of online video, as well as expectations from consumers for discounts as they compare with the lower cable TV pricing outside of TBC's franchise areas, particularly in the Taipei region. Subscription revenue for the quarter and year was lower than the pcp in constant NT$ mainly due to a decline in the number of subscribers and lower ARPU.

Non-subscription revenue was 18.9% of Basic cable TV revenue for the quarter (31 December 2022: 17.7%) and 17.3% for the year (31 December 2022: 15.4%). 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. In constant NT$, non-subscription revenue for the quarter was higher than the pcp mainly due to higher revenue generated from airtime advertising sales; for the full year, non-subscription revenue was higher than the pcp mainly due to higher revenue generated from channel leasing and airtime advertising sales. 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.

(ii) Premium digital cable TV

Premium digital cable TV revenue of $2.6 million for the quarter ended 31 December 2023 was down 5.6% compared to the pcp (31 December 2022: $2.7 million). In constant NT$, Premium digital cable TV revenue was down 1.5%. This comprised subscription revenue of $2.5 million (31 December 2022: $2.6 million) and non-subscription revenue of $0.1 million (31 December 2022: $0.1 million).

Premium digital cable TV revenue of $10.9 million for the year ended 31 December 2023 was down 6.5% compared to the pcp (31 December 2022: $11.6 million). In constant NT$, Premium digital cable TV revenue was up 0.4%. This comprised subscription revenue of $10.2 million (31 December 2022: $11.1 million) and non-subscription revenue of $0.7 million (31 December 2022: $0.5 million).

Subscription revenue was generated from TBC's c.323,000 Premium digital cable TV RGUs each contributing an ARPU of NT$60 per month in the quarter for Premium digital cable TV packages and bundled DVR or DVR-only services. Despite the removal of non-paying subscribers, Premium digital cable TV RGUs increased by c.3,000 compared to the previous quarter ended 30 September 2023. ARPU was marginally lower by NT$1 per month compared to the previous quarter ended 30 September 2023 (RGUs: c.320,000; ARPU: NT$61 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 strong competition from the local telco and from mobile operators offering inexpensive unlimited data, and the removal of non-paying subscribers, Broadband RGUs increased by c.5,000 during the quarter. Broadband revenue, including revenue from data backhaul, was $17.2 million for the quarter, an increase of 6.6% compared to the pcp (31 December 2022: $16.1 million). In constant NT$, Broadband revenue for the quarter was up 10.7%. This comprised subscription revenue of $16.9 million (31 December 2022: $15.8 million) and non-subscription revenue of $0.4 million (31 December 2022: $0.4 million).

Broadband revenue of $67.5 million for the year ended 31 December 2023, which includes revenue from data backhaul, was up 4.9% compared to the pcp (31 December 2022: $64.4 million). In constant NT$, Broadband revenue for the year was up 11.8%. This comprised subscription revenue of $65.9 million (31 December 2022: $62.5 million) and non-subscription revenue of $1.6 million (31 December 2022: $1.8 million).

Subscription revenue was generated from TBC's c.340,000 Broadband RGUs each contributing an ARPU of NT$392 per month in the quarter for high-speed Broadband services, which was NT$3 per month higher than the previous quarter ended 30 September 2023 (RGUs: c.335,000; ARPU: NT$389 per month). The growth in both Broadband subscribers and ARPU reflects the success of TBC's Broadband strategy to target the broadband-only segment, partner with mobile operators, as well as to offer higher speed plans at competitive prices to acquire new RGUs and re-contract existing ones. Subscription revenue 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 of $13.4 million for the quarter ended 31 December 2023, up 3.1% compared to the pcp (31 December 2022: $13.0 million); in constant NT$, broadcast and production costs were up 7.2%. Foreign exchange contributed to a positive variance of 4.1% for the quarter compared to the pcp.

Broadcast and production costs were $55.1 million for the year ended 31 December 2023, down 1.0% compared to the pcp (31 December 2022: $55.6 million); in constant NT$, broadcast and production costs were up 5.9%. Foreign exchange contributed to a positive variance of 6.9% 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.

(ii) Staff costs

Staff costs were $6.1 million for the quarter ended 31 December 2023, up 0.8% compared to the pcp (31 December 2022: $6.0 million) and $23.9 million for the year, down 7.6% compared to the pcp (31 December 2022: $25.8 million). Staff costs for the quarter were higher compared to the pcp, however staff costs for the year were lower compared to the pcp 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 year as a result of extra prudence and tighter cost management.

(iii) Depreciation and amortisation expense

Depreciation and amortisation expense was $13.3 million for the quarter ended 31 December 2023, down 16.5% compared to the pcp (31 December 2022: $15.9 million) and $57.0 million for the year ended 31 December 2023, down 18.3% compared to the pcp (31 December 2022: $69.8 million). The decrease in depreciation and amortisation expense for the quarter and year was mainly due to lower depreciation expense on network equipment and amortisation expense on programming rights compared to the pcp. Refer Notes 8 and 9 for more details.

Depreciation and amortisation expense comprised depreciation and amortisation of the Group's capital expenditures in relation to network equipment, set-top boxes, other plant and equipment, right-of-use assets, programming rights and software. For the quarter and year ended 31 December 2023, depreciation for right-of-use assets was $0.5 million (31 December 2022: $0.6 million) and $2.2 million (31 December 2022: $2.5 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 $2.0 million for the quarter ended 31 December 2023 (31 December 2022: $1.9 million) and $7.9 million for the year (31 December 2022: $7.4 million). There were no performance fees payable to the Trustee-Manager for the quarter and year ended 31 December 2023 (31 December 2022: $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).

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 2024 are subject to the 2023 CPI increase of 4.80%, amounting to $383.4 thousand. The Trustee-Manager approved a 100% credit of the 2023 CPI increase. In addition, the Trustee-Manager approved to extend the 2023 credit of $110.6 thousand to 2024 and as a result the total credit for 2024 Trustee-Manager fees amounts to $494.0 thousand. This move underscores the Trustee-Manager's commitment to cost management and its direct contribution to it. Accordingly, the net fees for 2024 will remain unchanged at the 2023 level of $7.88 million.

(v) Net foreign exchange loss

Net foreign exchange loss for the quarter ended 31 December 2023 was $2.0 million (31 December 2022: $1.9 million) and for the year ended 31 December 2023 was $0.1 million (31 December 2022: $0.9 million). Net foreign exchange loss for the quarter and year ended 31 December 2023 includes unrealised foreign exchange movements at the subsidiary level which are not expected to be realised.

(vi) Mark to market (loss)/gain 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 2023, the period end mark to market loss on foreign exchange contracts was $1.5 million (31 December 2022: gain of $2.3 million) and for the year, the period end mark to market gain on foreign exchange contracts was $2.0 million (31 December 2022: $8.7 million). Mark to market (loss)/gain on derivative financial instruments includes gain of $1.9 million (31 December 2022: $1.8 million) and gain of $5.8 million (31 December 2022: $3.8 million) on NT$ foreign exchange contracts settled during the quarter and year.

(vii) Other operating expenses

Other operating expenses were $5.8 million for the quarter ended 31 December 2023, down 21.7% compared to the pcp (31 December 2022: $7.4 million) and $25.4 million for the year, down 10.9% compared to the pcp (31 December 2022: $28.5 million) mainly due to lower marketing and selling 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	2023 (Unaudited)	2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
Lease rentals	(22)	(27)	(82)	(142)
Pole rentals	(1,297)	(1,292)	(5,929)	(6,139)
Legal and professional fees	(434)	(695)	(2,117)	(2,378)
Non-recoverable GST/VAT	(649)	(742)	(2,889)	(3,333)
Marketing and selling expenses	(843)	(1,606)	(4,010)	(5,608)
General and administrative expenses	(1,167)	(1,187)	(4,829)	(4,684)
Licence fees	(471)	(522)	(1,959)	(2,204)
Repairs and maintenance	(360)	(375)	(1,352)	(1,440)
Others	(522)	(921)	(2,216)	(2,550)
Total	**(5,765)**	**(7,367)**	**(25,383)**	**(28,478)**

Lease rentals for the quarter ended 31 December 2023 comprised short-term leases of less than $0.01 million (31 December 2022: $nil) and leases of low-value assets of $0.02 million (31 December 2022: $0.03 million). Lease rentals for the year ended 31 December 2023 comprised short-term leases of $0.01 million (31 December 2022: less than $0.01 million) and leases of low-value assets of $0.1 million (31 December 2022: $0.1 million).

(viii) Amortisation of deferred arrangement fees

The Group pays financing fees to lenders when entering into new debt facilities or refinancing 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 $0.8 million for the quarter ended 31 December 2023 (31 December 2022: $0.8 million) and $3.2 million for the year (31 December 2022: $3.3 million).

(ix) Interest and other finance costs

Interest and other finance costs were $10.4 million for the quarter ended 31 December 2023, 7.7% lower than the pcp (31 December 2022: $11.3 million) and $42.7 million for the year, 0.1% higher than the pcp (31 December 2022: $42.7 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 also include finance charges on lease liabilities of $0.03 million (31 December 2022: $0.03 million) and $0.1 million (31 December 2022: $0.1 million).

(x) Exceptional item - Impairment loss

The annual impairment assessment for the Group's single CGU was performed for the year ended 31 December 2023. The recoverable amount of the CGU was based on the value in use calculated using the present value of estimated future cash flows expected to arise from the continuing use of TBC's cable TV licenses, and from its disposal at the end of its useful life using the DCF method. Goodwill and cable TV licenses do not generate cash inflows independent of the APTT Group as a whole. Hence, the total value of the APTT Group was calculated using the cash flow forecasts, along with relevant market discount rates and average long-term growth rates, which supported the impairment assessment.

Major assumptions used in the impairment assessment included (i) Seven-year valuation model using the latest business plans – the model is updated and reviewed by the Trustee-Manager on a quarterly basis; (ii) Pre-tax discount rate of 8.83% (or post-tax Weighted Average Cost of Capital or "WACC" of 7.36%) as per APTT's cost of equity, cost of debt, target debt levels, peers and industry participants' data and tax rate; and (iii) Terminal growth rate 1.35% which is the lower of (a) Taiwan's growth rate, (b) the final forecast year's EBITDA growth rate, (c) the final forecast year's revenue growth rate, or (d) the prior year's impairment assessment terminal growth rate.

Based on the impairment assessment as at 31 December 2023, the carrying value of the CGU (mainly the total of APTT Group's net assets and net debt) was in excess of the recoverable amount of the CGU by $440.0 million. As a result during the quarter and year ended 31 December 2023, the Group recorded an impairment loss of $440.0 million (31 December 2022: $nil) on the Group's single CGU.

Out of the total impairment loss of $440.0 million recognised in the consolidated statement of profit or loss for the quarter and year ended 31 December 2023, a loss of $7.5 million was first allocated to goodwill. The balance of the impairment loss of $432.5 million was then proportionately allocated to each category of property, plant and equipment, except land, buildings and leasehold improvements, and other intangible assets in the ratio of their carrying values. The impairment loss allocated to property, plant and equipment amounted to $35.8 million and the impairment loss allocated to other intangible assets amounted to $396.7 million. No impairment loss was allocated to land, buildings and leasehold improvements as it is estimated that their recoverable values are more than their carrying values. Refer Notes 8 and 9 for more details.

A similar impairment assessment was also performed for APTT, at the entity level for the year ended 31 December 2023. Based on the assessment, the carrying value of APTT's investment in subsidiaries (Note 7) was in excess of the recoverable amount of the CGU by $611.0 million. As a result during the quarter and year ended 31 December 2023, APTT recorded an impairment loss of $611.0 million (31 December 2022: $nil) on its investment in subsidiaries.

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	2023 (Unaudited)	2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
Current income tax	(1,697)	(1,639)	(6,919)	(5,473)
Deferred income tax	(2,802)	(2,684)	(7,011)	(4,309)
Withholding tax	(1,929)	(968)	(6,363)	(6,345)
Over provision of current tax in prior years[1]	-	-	664	946
Total	**(6,428)**	**(5,291)**	**(19,629)**	**(15,181)**

[1] 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	2023 (Unaudited)	2022 (Audited)
Balance at the beginning of the year	**6,179**	**5,970**
Current income tax provision	6,919	5,473
Over provision of current tax in prior years	(664)	(946)
Income tax payment	(3,123)	(2,064)
Prepaid and withheld income tax	(2,185)	(1,614)
Foreign exchange effect	(94)	(640)
Balance at the end of the year	**7,032**	**6,179**

25) NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	Group as at 31 December		Trust as at 31 December	
	2023 (Unaudited)	2022 (Audited)	2023 (Unaudited)	2022 (Audited)
Net asset value attributable to unitholders				
Total net asset value attributable to unitholders ($'000)	693,572	1,136,786	779,521	1,394,415
Total number of units in issue used in calculation of net asset value per unit attributable to unitholders ('000)	1,806,355	1,806,355	1,806,355	1,806,355
Net asset value per unit attributable to unitholders ($)	**0.38**	**0.63**	**0.43**	**0.77**

As at 31 December 2023, the Group had negative working capital of $38.1 million (31 December 2022: $49.7 million). This includes contract liabilities of $31.5 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 2022: $32.0 million).

After adjusting for this amount, the Group would have negative working capital of $6.6 million (31 December 2022: $17.7 million). As at 31 December 2023, the Group had committed undrawn debt facilities of $48.2 million (31 December 2022: $80.4 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 ("SOs") that serve approximately 649,000 cable TV RGUs as at 31 December 2023, with more than 162 channels of exciting local and international content on its digital TV platforms in Taiwan. The Group's system operators first obtained cable TV licences in 1999 and 2000 and they have most recently been renewed in 2020 and 2021. All five of TBC's operating cable TV licences will be due for renewal in 2029 or 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 $110.3 million for the year ended 31 December 2023 (31 December 2022: $153.7 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) (LOSS)/EARNINGS PER UNIT

Group	Quarter ended 31 December		Year ended 31 December	
	2023 (Unaudited)	2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
Weighted average number of units in issue ('000)	1,806,355	1,806,355	1,806,355	1,806,355
(Loss)/profit after income tax attributable to unitholders of APTT ($'000)	(436,274)	8,157	(406,548)	45,253
Basic and diluted (loss)/earnings per unit (cents)	**(24.15)**	**0.45**	**(22.51)**	**2.51**

27) DISTRIBUTIONS

The Board of Directors of the Trustee-Manager has declared an ordinary distribution of 0.525 cents per unit for the half-year ended 31 December 2023.

	Half-year ended 31 December 2023	Quarter ended 31 December 2022
Ordinary distribution	0.525 cents per unit	0.25 cents per unit
Announcement date	29 February 2024	24 February 2023
Ex-distribution date	20 March 2024	16 March 2023
Record date	21 March 2024	17 March 2023
Date payable	28 March 2024	24 March 2023

The Board is re-affirming the distribution guidance for the year ending 31 December 2024. The distribution for the full year 2024 is expected to be 1.05 cents per unit, to be paid in half-yearly instalments of 0.525 cents per unit, subject to no material changes in planning assumptions.

Breakdown of total annual distribution

	Year ended 31 December	
Amounts in $'000	2023 (Unaudited)	2022 (Audited)
Ordinary	18,967[1]	18,064[2]
Special	-	-
Total	**18,967**	**18,064**

[1] Includes an amount of $9.5 million which is expected to be paid on 28 March 2024.

[2] Included an amount of $4.5 million which was paid on 24 March 2023.

Historical distributions

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

Distribution period	Six months ended		Quarter ended				Total
Distribution cents per unit	June	December	March	June	September	December	
2013	4.80[1]	4.13					8.930
2014	4.12				2.00	2.13	8.250
2015			2.00	2.00	2.00	2.25	8.250
2016			1.625	1.625	1.625	1.625	6.500
2017			1.625	1.625	1.625	1.625	6.500
2018			1.625	1.625	1.625	0.30	5.175
2019			0.30	0.30	0.30	0.30	1.200
2020			0.30	0.25	0.25	0.25	1.050
2021			0.25	0.25	0.25	0.25	1.000
2022			0.25	0.25	0.25	0.25	1.000
2023	0.525	0.525[2]					1.050
Total							**48.905**

[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.

[2] To be paid on 28 March 2024.

These financial statements do not reflect the distribution for the half-year ended 31 December 2023, which will be accounted for in total equity as an appropriation of retained earnings in the year ending 31 December 2024.

28) RELATED PARTY TRANSACTIONS

(i) The Trustee-Manager

The Trustee-Manager, APTT Management Pte. Limited, was incorporated in Singapore under the Singapore Companies Act 1967 on 17 April 2013. The Trustee-Manager is a wholly owned subsidiary of Dynami which is a Singapore-incorporated company ultimately 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	2023 (Unaudited)	2022 (Unaudited)	2023 (Unaudited)	2022 (Audited)
Trustee-Manager fees	1,987	1,855	7,882	7,359
Distributions paid	-	26	80	104
Total	**1,987**	**1,881**	**7,962**	**7,463**

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

Amounts in $'000	As at 31 December 2023 (Unaudited)	2022 (Audited)
Base fees payable to the Trustee-Manager	3,973	3,710

(ii) Directors

In December 2022, the TBC Group moved into a new office space, after entering into an office lease agreement ("Lease Agreement") with Araedis International Development Co., Ltd. ("AIDC"). Mr Dai Yung Huei ("Mr Dai"), who is a non-executive director of the Trustee-Manager, is deemed interested in the Lease Agreement. The new office is smaller in size and has a lower rental expense per square foot than the previous office space. The lease rental of $0.1 million and $0.3 million was charged during the quarter and year ended 31 December 2023. The lease rental of $11.4 thousand attributed to partial month of December 2022 was waived and no lease rental was charged for the previous year ended 31 December 2022.

(iii) Others

For the quarter and year ended 31 December 2023, the Trustee-Manager recovered ancillary charges amounting to $0.1 million (31 December 2022: $0.1 million) and $0.3 million (31 December 2022: $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 previous year ended 31 December 2022.

31) CONTINGENCIES

There were no contingent liabilities or contingent assets as at 31 December 2023 and 2022 both at the Group and Trust level other than the guarantees as disclosed in Note 13.

32) SEGMENT INFORMATION

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

ADDITIONAL SGX-ST LISTING MANUAL DISCLOSURE REQUIREMENTS

(i) Announcement of financial statements

Pursuant to Rule 705(1) of the SGX-ST Listing Manual, the financial statements for the quarter and year ended 31 December 2023 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 2023 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 2023 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 2023 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 2022, except for the adoption of new and revised IFRS that are relevant to its operations and mandatorily effective for the accounting period that begins on or after 1 January 2023. 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

	Year ended 31 December		
Amounts in $'000	2023 (Unaudited)	2022 (Unaudited)	Variance[1] (%)
Total revenue			
1st half-year	135,332	145,360	(6.9)
2nd half-year	131,063	140,604	(6.8)
	266,395	**285,964**	**(6.8)**
(Loss)/profit after income tax before deducting non-controlling interests			
1st half-year	19,615	23,779	(17.5)
2nd half-year	(426,018)	21,724	(>100)
	(406,403)	**45,503**	**(>100)**

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 5 and throughout this report. A profit guidance was announced on 29 December 2023 via the SGX-ST, in relation to the impairment loss on intangible assets recognised in the consolidated statement of profit or loss that resulted into a net loss for the year ended 31 December 2023.

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 2023 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
29 February 2024

DISCLAIMERS

Asian Pay Television Trust (“APTT”) is a business trust registered under the Business Trusts Act 2004 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 ultimately 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, as amended and restated by a First Amending and Restating Deed dated 28 April 2022 (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.