ASIAN PAY TELEVISION TRUST

SGX QUARTERLY REPORT
FOR THE QUARTER AND YEAR ENDED
31 DECEMBER 2014



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REPORT SUMMARY

REPORT SUMMARY

KEY HIGHLIGHTS

- Revenue for the year of S$318.7 million
- EBITDA for the year of S$195.2 million
- Distribution of 2.13 cents per unit declared for the quarter ended 31 December 2014
- Distribution guidance of at least 8.25 cents per unit for the full year ending 31 December 2015 re-affirmed

Asian Pay Television Trust (APTT[1]) reported total revenue of S$81.8 million and EBITDA of S$48.9 million for the quarter ended 31 December 2014. Total revenue was S$318.7 million and EBITDA was S$195.2 million for the year ended 31 December 2014.

The key financial highlights are set out below:

	Quarter ended 31 December 2014	Quarter ended 31 December 2013	Year ended 31 December 2014	Period[2] ended 31 December 2013	Prospectus[3] forecast for twelve months ended 31 December 2014
	S$'000	S$'000	S$'000	S$'000	S$'000
Revenue					
Basic cable TV	65,891	62,838	255,774	147,641	251,185
Premium digital cable TV	3,530	3,379	13,792	7,861	16,166
Broadband	12,425	12,476	49,163	29,538	56,402
Total revenue	**81,846**	**78,693**	**318,729**	**185,040**	**323,753**
Total operating expenses[4]	**(32,946)**	**(30,691)**	**(123,496)**	**(73,616)**	**(121,892)**
EBITDA	**48,900**	**48,002**	**195,233**	**111,424**	**201,861**
EBITDA margin	59.7%	61.0%	61.3%	60.2%	62.4%

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

2 The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. APTT was listed on the SGX-ST on 29 May 2013.

3 Prospectus refers to the APTT Prospectus dated 16 May 2013.

4 Excludes net foreign exchange losses and a one-time fee of S$1.2 million paid to Deloitte (Taiwan) for services performed in relation to the settlement of the tax dispute (Note B(viii)), which are not included in the calculation of EBITDA.

NETWORK EXPANSION

The core network in Taichung has been expanded to cover in excess of 30% of homes in the new coverage areas in the region. The requisite regulatory licenses to operate in the new coverage areas have been secured and marketing operations commenced in the fourth quarter of 2014.

Capital expenditures related to the network expansion during the fourth quarter amounted to S$14.0 million, bringing total expenditures for the year ended 31 December 2014 to S$33.3 million. Combined total capital expenditures relating to the network expansion are expected to be between S$30 million and S$40 million for 2015 and 2016. All such capital expenditures will be funded from existing borrowing facilities. The network expansion is expected to be completed in early 2016.

BORROWING FACILITIES

On 17 February 2015, TBC entered into an agreement to refinance its existing borrowing facilities with new seven year facilities of Taiwan dollars (NT$) 32 billion on materially the same terms and covenants. Importantly, the refinancing will remove the need for any significant principal amortisation of the facilities for the next three years. The refinancing is subject to customary closing conditions.

The successful refinancing demonstrates the strong support and confidence of the debt markets in TBC and its operational performance. The new borrowing facilities provide long term funding certainty, with attractive terms and pricing to fund future organic and inorganic growth initiatives.

OUTLOOK

The focus in 2015 remains on driving growth in cash flows through up-selling and cross-selling of services across the subscriber base, progressing the network and operational expansion in Taichung and completing the refinancing of the borrowing facilities. In addition, inorganic growth initiatives will be pursued on an opportunistic basis.

Total revenue for the full year 2015 is anticipated to be higher than 2014 due to continued growth in Basic cable TV, Premium digital cable TV and Broadband revenue. In addition, EBITDA for the full year 2015 is anticipated to be higher than 2014.

Digital set-top box penetration was 82% as at 31 December 2014 and is expected to be 100% by the end of 2015. The roll-out of digital set-top boxes is expected to accelerate future Premium digital cable TV revenue and maintain APTT's digital penetration position ahead of government targets.

Capital expenditures as a percentage of total revenue were 16.7% for the year ended 31 December 2014 (excluding the network expansion capital expenditures). Capital expenditures in 2015 are expected to be similar to 2014.

DISTRIBUTIONS

The Board of Directors of the Trustee-Manager (the Board) has declared an ordinary final distribution of 2.13 cents per unit for the quarter ended 31 December 2014. The books closure date will be on 20 March 2015 and the distribution will be paid on 27 March 2015.

Total distributions declared of 8.25 cents per unit for the year 2014 is consistent with the distribution guidance set out in the Prospectus.

The Board is pleased to re-affirm distribution guidance for the year ending 31 December 2015. Distributions for 2015 are expected to be at least equal to 2014, at 8.25 cents per unit. It is anticipated that the distribution will be paid in instalments of 2.00 cents per unit for the first, second and third quarters of 2015 and at least 2.25 cents per unit for the fourth and final quarter ending 31 December 2015. The 2015 distribution guidance is subject to no material changes in planning assumptions.

PERFORMANCE REVIEW OF ASIAN PAY TELEVISION TRUST

INTRODUCTION

ABOUT APTT

Asian Pay Television Trust (APTT or the Trust) is a business trust constituted on 30 April 2013 under the laws of the Republic of Singapore and registered under Chapter 31A of the Business Trusts Act (BTA). APTT is managed by Macquarie APTT Management Pte. Limited (the Trustee-Manager), a wholly owned subsidiary of Macquarie Capital Group Limited.

APTT's Prospectus was registered with the Monetary Authority of Singapore (MAS) on 16 May 2013 in connection with the proposed listing of the units in APTT. The Trust 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 businesses. APTT has approximately 9,000 Unitholders, including retail investors and some of the world's foremost institutional investors.

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

SEED ASSET

As at 31 December 2014, APTT's portfolio comprised its seed asset, Taiwan Broadband Communications Group (TBC). TBC is a leading, integrated cable operator in Taiwan that generates stable cash flows and has an attractive growth profile. TBC is a licenced provider of Basic cable TV, Premium digital cable TV and Broadband services in closely clustered franchise areas in Taiwan.

DISTRIBUTION POLICY (REVISED TO QUARTERLY BASIS AS OF 12 AUGUST 2014)

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

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

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

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

DISTRIBUTIONS

The Board of Directors of the Trustee-Manager (the Board) has declared an ordinary final distribution of 2.13 cents per unit for the quarter ended 31 December 2014.

	Three months ended 31 December 2014	Three months ended 30 September 2014	Six months ended 31 December 2013
Ordinary distribution	2.13 cents per unit	2.00 cents per unit	4.13 cents per unit
Announcement date	24 February 2015	6 November 2014	24 February 2014
Ex-distribution date	18 March 2015	10 December 2014	19 March 2014
Books closure date	20 March 2015	12 December 2014	21 March 2014
Date payable	27 March 2015	19 December 2014	28 March 2014

The Board is pleased to re-affirm distribution guidance for the year ending 31 December 2015. Distributions for 2015 are expected to be at least equal to 2014, at 8.25 cents per unit. It is anticipated that the distribution will be paid in instalments of 2.00 cents per unit for the first, second and third quarters of 2015 and at least 2.25 cents per unit for the fourth and final quarter ending 31 December 2015. The 2015 distribution guidance is subject to there being no material changes in planning assumptions.

Breakdown of total annual distribution

	Year ended 31 December 2014 $'000	Period[1] ended 31 December 2013 $'000
Ordinary	118,536[3]	128,306[2]
Special	-	-
Total	**118,536**	**128,306**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. APTT was listed on SGX-ST on 29 May 2013.

[2] Includes the one-time, non-recurring payment of excess cash of $23.6 million as part of APTT's first distribution payment.

[3] Includes an amount of $30.6 million which is to be paid on 27 March 2015.

Historical distributions

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

Distribution period	Cents per unit
Six months ended:	
30 June 2013[1]	4.80
31 December 2013	4.13
30 June 2014	4.12
Three months ended:	
30 September 2014	2.00
31 December 2014 (to be paid on 27 March 2015)	2.13

[1] The first distribution period was from the APTT listing date, 29 May 2013 to 30 June 2013.

TAXATION

Taxation of the Trust

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

SELECTED FINANCIAL INFORMATION AND OPERATING DATA

The selected financial information and operating data presented on page 9 supports 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 Trust'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 Trust. In particular, EBITDA and EBITDA margin do not reflect the Trust'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 Trust 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 assets (affecting relative depreciation expense). In particular, EBITDA eliminates the non-cash depreciation expense that arises from the capital-intensive nature of the Trust'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 AND OPERATING DATA

	Group[1] Quarter ended 31 December 2014 $'000	Group Quarter ended 31 December 2013 $'000	Group Year ended 31 December 2014 $'000	Group Period[2] ended 31 December 2013 $'000
Revenue				
Basic cable TV	65,891	62,838	255,774	147,641
Premium digital cable TV	3,530	3,379	13,792	7,861
Broadband	12,425	12,476	49,163	29,538
Total revenue	**81,846**	**78,693**	**318,729**	**185,040**
Operating expenses[3]				
Broadcast and production costs	(15,559)	(15,054)	(60,088)	(35,492)
Staff costs	(7,038)	(7,264)	(26,988)	(16,120)
Trustee-Manager fees	(1,806)	(1,765)	(7,167)	(4,162)
Other operating expenses[4]	(8,543)	(6,608)	(29,253)	(17,842)
Total operating expenses	**(32,946)**	**(30,691)**	**(123,496)**	**(73,616)**
EBITDA	**48,900**	**48,002**	**195,233**	**111,424**
EBITDA margin	59.7%	61.0%	61.3%	60.2%
Capital expenditures (excluding network expansion)	**17,531**	**22,486**	**53,223**	**42,627**
As a % of revenue	21.4%	28.6%	16.7%	23.0%
Capital expenditures - network expansion	**14,008**	**-**	**33,300**	**-**

ARPU[5] (NT$ per month)	**Three months ended 31 December 2014**	**Twelve months ended 31 December 2014**	**Twelve months ended 31 December 2013**
Basic cable TV	536	537	537
Premium digital cable TV	190	195	207
Broadband	525	525	543

Subscribers ('000)	**As at 31 December 2014**	**As at 31 December 2013**
Basic cable TV	756	755
Premium digital cable TV	133	123
Broadband	183	180

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

2 The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. APTT was listed on the SGX-ST on 29 May 2013.

3 Operating expenses presented here exclude net foreign exchange losses appearing in the consolidated statements of profit or loss on page 13, in order to arrive at EBITDA and EBITDA margin.

4 Other operating expenses exclude a one-time fee of $1.2 million paid to Deloitte (Taiwan) for services performed in relation to the settlement of the tax dispute.

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

REVIEW OF SELECTED FINANCIAL INFORMATION AND OPERATING DATA

Total revenue for the quarter ended 31 December 2014 of $81.8 million comprised: (i) Basic cable TV revenue of $65.9 million, (ii) Premium digital cable TV revenue of $3.5 million and (iii) Broadband revenue of $12.4 million. Total revenue for the year ended 31 December 2014 of $318.7 million comprised: (i) Basic cable TV revenue of $255.8 million, (ii) Premium digital cable TV revenue of $13.8 million and (iii) Broadband revenue of $49.1 million.

Revenue from Basic cable TV was in line with expectations, however Basic cable TV non-subscription revenue comprised predominantly channel leasing and advertising, was greater than expectations at $52.4 million or approximately 20.5% of total Basic cable TV revenue. Revenue from Premium digital cable TV and Broadband were less than expectations as a result of fewer subscriber additions and lower ARPU due to the weak economic environment in Taiwan. As a result, total revenue for the full year of $318.7 million was lower than the forecast of $323.8 million provided in the Prospectus.

Total operating expenses for the quarter ended 31 December 2014 of $32.9 million comprised: (i) Broadcast and production costs of $15.6 million, (ii) Staff costs of $7.0 million, (iii) Trustee-Manager fees of $1.8 million and (iv) Other operating expenses of $8.5 million. Total operating expenses for the year ended 31 December 2014 of $123.5 million comprised: (i) Broadcast and production costs of $60.1 million, (ii) Staff costs of $27.0 million, (iii) Trustee-Manager fees of $7.2 million and (iv) Other operating expenses of $29.2 million. Total operating expenses for the year ended 31 December 2014 were consistent with the forecast provided in the Prospectus.

EBITDA and EBITDA margin amounted to $48.9 million and 59.7% for the quarter ended 31 December 2014. For the year ended 31 December 2014, EBITDA and EBITDA margin amounted to $195.2 million and 61.3%. The full year EBITDA of $195.2 million was lower than the full year forecast of $201.9 million provided in the Prospectus.

Basic cable TV subscribers of 756 thousand, Premium digital cable TV subscribers of 133 thousand and Broadband subscribers of 183 thousand as at 31 December 2014 were higher than the prior year. Despite the higher subscriber numbers, the ARPU performances for Basic cable TV, Premium digital cable TV and Broadband were varied compared to the prior year. Basic cable TV ARPU of NT$537 per month as at 31 December 2014 was consistent with the prior year. Premium digital cable TV ARPU of NT$195 per month and Broadband ARPU of NT$525 per month as at 31 December 2014 were lower than the prior year.

Capital expenditures (excluding the network expansion) as a percentage of total revenue for the quarter and year ended 31 December 2014 were 21.4% and 16.7%. Capital expenditures in 2014 included the following:

- Capital expenditures relating to ordinary operations (ordinary maintenance capital expenditures, growth capital expenditures including digital set-top boxes, high-speed broadband modems, cable line extensions and other items).
- Capital expenditures relating to the one-time network upgrade from 750 MHz to 870 MHz.

Capital expenditures relating to the network expansion for the year ended 31 December 2014 were $33.3 million.

Taking into account the new network expansion and accelerated digital set-top box roll-out, capital expenditures were in line with expectations.

ASIAN PAY TELEVISION TRUST

FINANCIAL STATEMENTS FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014

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.

	Note[1]	Group as at 31 December 2014 $'000	Group as at 31 December 2013 $'000	Trust as at 31 December 2014 $'000	Trust as at 31 December 2013 $'000
Assets					
Current assets					
Cash and cash equivalents	C(i)	74,490	96,228	7,317	4,759
Trade and other receivables	C(ii)	11,538	11,483	213	1,511
Derivative financial instruments	C(vii)	362	39	362	39
Other assets	C(viii)	1,759	1,184	526	354
		88,149	**108,934**	**8,418**	**6,663**
Non-current assets					
Investment in subsidiaries	C(iii)	-	-	1,342,351	1,342,351
Property, plant and equipment	C(iv)	175,749	149,512	-	-
Intangible assets	C(v)	2,223,424	2,238,188	-	-
Income tax refund receivable	C(vi)	1,091	8,299	-	-
Derivative financial instruments	C(vii)	-	48	-	48
Other assets	C(viii)	745	663	-	-
		2,401,009	**2,396,710**	**1,342,351**	**1,342,399**
Total assets		**2,489,158**	**2,505,644**	**1,350,769**	**1,349,062**
Liabilities					
Current liabilities					
Borrowings from financial institutions	D(i)	17,460	6,120	-	-
Retirement benefit obligations	D(iv)	929	353	-	-
Derivative financial instruments	D(ii)	42	671	42	671
Trade and other payables	D(iii)	20,005	19,116	9,047	7,712
Income tax payable	D(v)	10,609	138,721	1	-
Other liabilities	D(vii)	54,686	52,056	120	412
		103,731	**217,037**	**9,210**	**8,795**
Non-current liabilities					
Borrowings from financial institutions	D(i)	1,035,877	943,148	-	-
Retirement benefit obligations	D(iv)	11,320	10,439	-	-
Derivative financial instruments	D(ii)	994	426	294	176
Deferred tax liabilities	D(vi)	53,808	6,351	-	-
Other liabilities	D(vii)	7,601	7,185	-	-
		1,109,600	**967,549**	**294**	**176**
Total liabilities		**1,213,331**	**1,184,586**	**9,504**	**8,971**
Net assets		**1,275,827**	**1,321,058**	**1,341,265**	**1,340,091**
Equity					
Unitholders' funds		1,342,851	1,342,851	1,342,851	1,342,851
Reserves	D(viii)	(8,428)	(292)	-	-
Accumulated deficit		(60,930)	(23,827)	(1,586)	(2,760)
		1,273,493	**1,318,732**	**1,341,265**	**1,340,091**
Non-controlling interests	D(ix)	2,334	2,326	-	-
Total equity		**1,275,827**	**1,321,058**	**1,341,265**	**1,340,091**

[1] Notes to the statements of financial position can be found on pages 26 to 35.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS

	Note[1]	Group Quarter ended 31 December 2014 $'000	Group Quarter ended 31 December 2013 $'000	Variance[2] %	Group Year ended 31 December 2014 $'000	Group Period[3] ended 31 December 2013 $'000	Variance[2] %
Revenue							
Basic cable TV	A(i)	65,891	62,838	4.9	255,774	147,641	73.2
Premium digital cable TV	A(ii)	3,530	3,379	4.5	13,792	7,861	75.4
Broadband	A(iii)	12,425	12,476	(0.4)	49,163	29,538	66.4
Total revenue		**81,846**	**78,693**	**4.0**	**318,729**	**185,040**	**72.2**
Operating expenses							
Broadcast and production costs	B(i)	(15,559)	(15,054)	(3.4)	(60,088)	(35,492)	(69.3)
Staff costs	B(ii)	(7,038)	(7,264)	3.1	(26,988)	(16,120)	(67.4)
Depreciation and amortisation expense[4]	B(iii)	(15,063)	(10,989)	(37.1)	(48,737)	(25,350)	(92.3)
Trustee-Manager fees	B(iv)	(1,806)	(1,765)	(2.3)	(7,167)	(4,162)	(72.2)
Foreign exchange (loss) gain	B(v)	(343)	2,318	(>100)	(3,357)	1,769	(>100)
Other operating expenses[5]	B(vi)	(8,543)	(6,548)	(30.4)	(30,502)	(17,782)	(71.5)
Total operating expenses		**(48,352)**	**(39,302)**	**(23.0)**	**(176,839)**	**(97,137)**	**(82.1)**
Operating profit		**33,494**	**39,391**	**(15.0)**	**141,890**	**87,903**	**61.4**
Interest and other finance costs	B(vii)	(11,588)	(11,099)	(4.4)	(44,090)	(25,237)	(74.7)
Profit before income tax		**21,906**	**28,292**	**(22.6)**	**97,800**	**62,666**	**56.1**
Income tax (expense) benefit	B(viii)	(5,531)	(7,463)	25.9	16,860	(17,343)	>100
Profit after income tax		**16,375**	**20,829**	**(21.4)**	**114,660**	**45,323**	**>100**
Profit after income tax attributable to:							
Unitholders of APTT		16,276	20,754	(21.6)	114,328	45,139	>100
Non-controlling interests		99	75	32.0	332	184	80.4
Profit after income tax		**16,375**	**20,829**	**(21.4)**	**114,660**	**45,323**	**>100**
Basic and diluted earnings per unit attributable to Unitholders of APTT		**1.13 cents**	**1.44 cents**		**7.96 cents**	**3.14 cents**	

[1] Notes to the consolidated statements of profit or loss can be found on pages 22 to 25.

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

[3] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013. As a result, variances for the year ended 2014 compared to the 216 day period ended 2013 are not meaningful.

[4] Increase in depreciation and amortisation expense was mainly due to additional depreciation on network equipment and amortisation of programming rights acquired during the quarter and year ended 31 December 2014.

[5] Increase in other operating expenses was mainly due to higher marketing expenses and one-time fee of $1.2 million to Deloitte (Taiwan) for services provided in settling the tax dispute.

CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

	Group Quarter ended 31 December 2014 $'000	Group Quarter ended 31 December 2013 $'000	Variance[1] %	Group Year ended 31 December 2014 $'000	Group Period[2] ended 31 December 2013 $'000	Variance[1] %
Profit after income tax	**16,375**	**20,829**	**(21.4)**	**114,660**	**45,323**	**>100**
Other comprehensive income, net of tax						
Items that will not subsequently be reclassified to profit or loss:						
Re-measurement of defined benefit obligations	(1,702)	(1,605)	(6.0)	(1,702)	(1,605)	(6.0)
	(1,702)	**(1,605)**	**(6.0)**	**(1,702)**	**(1,605)**	**(6.0)**
Items that may subsequently be reclassified to profit or loss:						
Exchange differences on translation of foreign operations	(1,521)	(5,083)	70.1	(10,137)	1,077	(>100)
Unrealised (loss) gain on change in fair value of cash flow hedging financial instruments	(485)	(1,057)	54.1	(456)	240	(>100)
	(2,006)	**(6,140)**	**67.3**	**(10,593)**	**1,317**	**(>100)**
Other comprehensive loss for the period, net of tax	**(3,708)**	**(7,745)**	**52.1**	**(12,295)**	**(288)**	**(>100)**
Total comprehensive income	**12,667**	**13,084**	**(3.2)**	**102,365**	**45,035**	**>100**
Total comprehensive income attributable to:						
Unitholders of APTT	12,568	13,009	(3.4)	102,033	44,851	>100
Non-controlling interests	99	75	32.0	332	184	80.4
Total comprehensive income	**12,667**	**13,084**	**(3.2)**	**102,365**	**45,035**	**>100**

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

[2] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013. As a result, variances for the year ended 2014 compared to the 216 day period ended 2013 are not meaningful.

STATEMENTS OF CHANGES IN EQUITY

Group	Unitholders' funds	Reserves	Accumulated deficit	Total attributable to Unitholders of APTT	Non-controlling interests	Total equity
	$'000	$'000	$'000	$'000	$'000	$'000
Balance as at 1 January 2014	**1,342,851**	**(292)**	**(23,827)**	**1,318,732**	**2,326**	**1,321,058**
Total comprehensive income for the year						
Profit after income tax	-	-	114,328	114,328	332	114,660
Other comprehensive loss, net of tax	-	(12,295)	-	(12,295)	-	(12,295)
Total	**-**	**(12,295)**	**114,328**	**102,033**	**332**	**102,365**
Transactions with Unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	(127)	(127)
Transfer to capital reserves	-	4,159	(4,159)	-	-	-
Distributions paid	-	-	(147,272)	(147,272)	(197)	(147,469)
Total	**-**	**4,159**	**(151,431)**	**(147,272)**	**(324)**	**(147,596)**
Balance as at 31 December 2014	**1,342,851**	**(8,428)**	**(60,930)**	**1,273,493**	**2,334**	**1,275,827**
Balance as at 1 October 2014	**1,342,851**	**(4,720)**	**(48,470)**	**1,289,661**	**2,306**	**1,291,967**
Total comprehensive income for the quarter						
Profit after income tax	-	-	16,276	16,276	99	16,375
Other comprehensive loss, net of tax	-	(3,708)	-	(3,708)		(3,708)
Total	**-**	**(3,708)**	**16,276**	**12,568**	**99**	**12,667**
Transactions with Unitholders, recognised directly in equity						
Settlement of transactions with non-controlling interests	-	-	-	-	1	1
Distributions paid	-	-	(28,736)	(28,736)	(72)	(28,808)
Total	**-**	**-**	**(28,736)**	**(28,736)**	**(71)**	**(28,807)**
Balance as at 31 December 2014	**1,342,851**	**(8,428)**	**(60,930)**	**1,273,493**	**2,334**	**1,275,827**

Group	Unitholders' funds	Reserves	Accumulated deficit	Total attributable to Unitholders of APTT	Non-controlling interests	Total equity
	$'000	$'000	$'000	$'000	$'000	$'000
Balance as at 29 May 2013[1]	**-**	**-**	**-**	**-**	**-**	**-**
Total comprehensive income for the period						
Profit after income tax	-	-	45,139	45,139	184	45,323
Other comprehensive loss, net of tax	-	(288)	-	(288)	-	(288)
Total	**-**	**(288)**	**45,139**	**44,851**	**184**	**45,035**
Transactions with Unitholders, recognised directly in equity						
Issuance of units[2]	1,342,851	-	-	1,342,851	-	1,342,851
Non-controlling interests arising from acquisition of subsidiaries	-	-	-	-	1,997	1,997
Adjustment to non-controlling interests on change in ownership interest	-	(4)	-	(4)	4	-
Capital contribution from non-controlling interests	-	-	-	-	226	226
Settlement of transactions with non-controlling interests	-	-	-	-	(85)	(85)
Distributions	-	-	(68,966)	(68,966)	-	(68,966)
Total	**1,342,851**	**(4)**	**(68,966)**	**1,273,881**	**2,142**	**1,276,023**
Balance as at 31 December 2013	**1,342,851**	**(292)**	**(23,827)**	**1,318,732**	**2,326**	**1,321,058**
Balance as at 1 October 2013	**1,342,851**	**7,457**	**(44,581)**	**1,305,727**	**2,106**	**1,307,833**
Total comprehensive income for the quarter						
Profit after income tax	-	-	20,754	20,754	75	20,829
Other comprehensive loss, net of tax	-	(7,745)	-	(7,745)	-	(7,745)
Total	-	**(7,745)**	**20,754**	**13,009**	**75**	**13,084**
Transactions with Unitholders, recognised directly in equity						
Adjustment to non-controlling interests on change in ownership interest	-	(4)	-	(4)	4	-
Capital contribution from non-controlling interests	-	-	-	-	226	226
Settlement of transactions with non-controlling interests	-	-	-	-	(85)	(85)
Total	**-**	**(4)**	**-**	**(4)**	**145**	**141**
Balance as at 31 December 2013	**1,342,851**	**(292)**	**(23,827)**	**1,318,732**	**2,326**	**1,321,058**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

[2] One unit was issued on date of constitution but only paid on listing date on 29 May 2013. 1,436,799,999 units were issued on 29 May 2013 upon listing of the Trust on the SGX-ST.

Trust	Unitholders' funds $'000	Accumulated deficit $'000	Total equity $'000
Balance as at 1 January 2014	**1,342,851**	**(2,760)**	**1,340,091**
Total comprehensive income for the year			
Profit after income tax	-	148,446	148,446
Total	**-**	**148,446**	**148,446**
Transactions with Unitholders, recognised directly in equity			
Distributions	-	(147,272)	(147,272)
Total	**-**	**(147,272)**	**(147,272)**
Balance as at 31 December 2014	**1,342,851**	**(1,586)**	**1,341,265**
Balance as at 1 October 2014	**1,342,851**	**3,119**	**1,345,970**
Total comprehensive income for the quarter			
Profit after income tax	-	24,031	24,031
Total	**-**	**24,031**	**24,031**
Transactions with Unitholders, recognised directly in equity			
Distributions	-	(28,736)	(28,736)
Total	**-**	**(28,736)**	**(28,736)**
Balance as at 31 December 2014	**1,342,851**	**(1,586)**	**1,341,265**
Balance as at 29 May 2013[1]	**-**	**-**	**-**
Total comprehensive income for the period			
Profit after income tax	-	66,206	66,206
Total	**-**	**66,206**	**66,206**
Transactions with Unitholders, recognised directly in equity			
Issuance of units[2]	1,342,851	-	1,342,851
Distributions	-	(68,966)	(68,966)
Total	**1,342,851**	**(68,966)**	**1,273,885**
Balance as at 31 December 2013	**1,342,851**	**(2,760)**	**1,340,091**
Balance as at 1 October 2013	**1,342,851**	**(1,520)**	**1,341,331**
Total comprehensive income for the quarter			
Profit after income tax	-	(1,240)	(1,240)
Total	**-**	**(1,240)**	**(1,240)**
Balance as at 31 December 2013	**1,342,851**	**(2,760)**	**1,340,091**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

[2] One unit was issued on date of constitution but only paid on listing date on 29 May 2013. 1,436,799,999 units were issued on 29 May 2013 upon listing of the Trust on the SGX-ST.

DETAIL OF CHANGES IN UNITHOLDERS' FUNDS

Trust	Quarter ended 31 December 2014 Number of units '000	Quarter ended 31 December 2014 $'000	Year ended 31 December 2014 Number of units '000	Year ended 31 December 2014 $'000
At beginning and end of the year	**1,436,800**	**1,342,851**	**1,436,800**	**1,342,851**

Trust	Quarter ended 31 December 2013 Number of units '000	Quarter ended 31 December 2013 $'000	Period[1] ended 31 December 2013 Number of units '000	Period[1] ended 31 December 2013 $'000
At beginning of the period	**1,436,800**	**1,342,851**	**-**	**-**
Unit issued on the date of constitution	-	-	*	*
Units issued upon APTT listing on SGX-ST on 29 May 2013[2]	-	-	1,436,800	1,393,696[2]
Less: Equity issue expenses[3]	-	-	-	(50,845)
At end of the period	**1,436,800**	**1,342,851**	**1,436,800**	**1,342,851**

There were no changes to Unitholders' funds during the quarter and year ended 31 December 2014.

With reference to paragraphs 1(d)(ii) and 1(d)(iv) of Appendix 7.2 of the Listing Manual, the Trustee-Manager confirms that for the quarter and year ended 31 December 2014, the Trust did not have any convertible securities or treasury units on issue.

* One unit was issued on the date of constitution at $1.

1 The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013.

2 Issued at offering price of $0.97 per unit.

3 Equity issue expenses include underwriting fees of $35.4 million, debt advisory fees of $5.6 million and other issue expenses of $9.8 million.

CONSOLIDATED STATEMENTS OF CASH FLOWS

	Group Quarter ended 31 December 2014 $'000	Group Quarter ended 31 December 2013 $'000	Group Year ended 31 December 2014 $'000	Group Period[1] ended 31 December 2013 $'000
Cash flows from operating activities				
Profit after income tax	**16,375**	**20,829**	**114,660**	**45,323**
Adjustments for:				
Depreciation and amortisation expense	15,063	10,989	48,737	25,350
Interest and other finance costs	11,588	11,099	44,090	25,237
Unrealised foreign exchange (gain) loss	(442)	(4,738)	2,572	(2,034)
Income tax expense (benefit)	5,531	7,463	(16,860)	17,343
Operating cash flows before movements in working capital	**48,115**	**45,642**	**193,199**	**111,219**
Trade and other receivables	6,619	532	(55)	(1,535)
Income tax refund receivable	111	(178)	111	(223)
Trade and other payables	2,321	1,731	889	3,807
Retirement benefit obligations	(15)	(448)	(245)	43
Other assets and liabilities	12,481	(2,297)	(770)	(33,565)
Cash generated from operations	**69,632**	**44,982**	**193,129**	**79,746**
Income taxes (paid) received, net of refunds	(14,289)	230	(55,299)	(2,347)
Net cash inflows from operating activities	**55,343**	**45,212**	**137,830**	**77,399**
Cash flows from investing activities				
Acquisition of property, plant and equipment	(23,048)	(20,193)	(69,434)	(40,334)
Acquisition of intangible assets	(8,483)	(1,008)	(13,379)	(1,250)
Acquisition of subsidiaries[2]	-	-	-	(670,090)
Net cash outflows from investing activities	**(31,531)**	**(21,201)**	**(82,813)**	**(711,674)**
Cash flows from financing activities				
Interest and other finance costs paid	(11,537)	(9,341)	(40,146)	(22,452)
Borrowings from financial institutions	39,690	29,614	116,303	33,855
Repayment of borrowings to financial institutions	(2,337)	-	(6,044)	(171,045)
Settlement of derivative financial instruments	151	665	728	(58,282)
Proceeds from issue of units	-	-	-	1,017,252
Capital contribution from non-controlling interests	-	226	-	226
Settlement of transactions with non-controlling interests	1	(85)	(127)	(85)
Distributions to non-controlling interests	(72)	-	(197)	-
Distributions to Unitholders	(28,736)	-	(147,272)	(68,966)
Net cash (outflows) inflows from financing activities	**(2,840)**	**21,079**	**(76,755)**	**730,503**
Net increase (decrease) in cash and cash equivalents	**20,972**	**45,090**	**(21,738)**	**96,228**
Cash and cash equivalents at beginning of quarter/financial year	53,518	51,138	96,228	-
Cash and cash equivalents at end of financial period	**74,490**	**96,228**	**74,490**	**96,228**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue, expenses and cash flows of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

[2] Net of cash and cash equivalent of $103.5 million held by TBC, acquired by APTT on 29 May 2013.

RECONCILIATION OF NET PROFIT TO EBITDA

	Group Quarter ended 31 December 2014 $'000	Group Quarter ended 31 December 2013 $'000	Group Year ended 31 December 2014 $'000	Group Period[1] ended 31 December 2013 $'000
Net profit for the period	**16,375**	**20,829**	**114,660**	**45,323**
Add: Depreciation and amortisation expense	15,063	10,989	48,737	25,350
Add: Foreign exchange loss (gain)	343	(2,318)	3,357	(1,769)
Add: Other operating expenses[2]	-	(60)	1,249	(60)
Add: Interest and other finance costs	11,588	11,099	44,090	25,237
Add: Income tax expense (benefit)	5,531	7,463	(16,860)	17,343
EBITDA	**48,900**	**48,002**	**195,233**	**111,424**
EBITDA margin[3]	**59.7%**	**61.0%**	**61.3%**	**60.2%**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

[2] Represents mostly a one-time fee of $1.2 million paid to Deloitte (Taiwan) for services performed in relation to the settlement of the tax dispute (Note B(viii)), which are not included in the calculation of EBITDA.

[3] EBITDA margin is a non-IFRS financial measure and is calculated by dividing EBITDA by Total revenue.

ASIAN PAY TELEVISION TRUST

MANAGEMENT REVIEW FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014

REVIEW OF REVENUE AND OPERATING EXPENSES FOR THE QUARTER AND YEAR ENDED 31 DECEMBER 2014

As presented in the consolidated statements of profit or loss disclosed on page 13

A) REVIEW OF REVENUE

APTT reported total revenue of $81.8 million (2013: $78.7 million) for the quarter and $318.7 million (2013[1]: $185.0 million) for the year ended 31 December 2014. Total revenue comprised: (i) Basic cable TV revenue, (ii) Premium digital cable TV revenue and (iii) Broadband revenue. An analysis of the Group's revenue items is as follows:

(i) Basic cable TV

Basic cable TV revenue comprised subscription and other non-subscription revenue. Basic cable TV non-subscription revenue was generated from the leasing of television channels to third parties, sale of advertising airtime and fees for the installation of set-top boxes. Basic cable TV non-subscription revenue was approximately 20.5% of total Basic cable TV revenue. Basic cable TV revenue of $255.8 million for the year ended 31 December 2014 comprised subscription revenue of $203.4 million (2013: $121.2 million) and non-subscription revenue of $52.4 million (2013: $26.4 million). Total revenue for the quarter ended 31 December 2014 comprised subscription revenue of $51.1 million (2013: $51.6 million) and non-subscription revenue of $14.8 million (2013: $11.2 million). Basic cable TV ARPU amounted to NT$537 per month for the year.

(ii) Premium digital cable TV

Premium digital cable TV revenue comprised subscription and non-subscription revenue. Subscription revenue was generated from subscriptions to Premium digital cable TV packages and bundled DVR services. Non-subscription revenue was generated from DVR-only fees in addition to revenue generated from the installation of set-top boxes and sale of electronic programme guide data to other system operators. Premium digital cable TV revenue for the year ended 31 December 2014 amounted to $13.8 million and Premium digital cable TV ARPU amounted to NT$195 per month for the year.

(iii) Broadband

Broadband revenue comprised subscription and non-subscription revenue generated from the provision of installation services. Broadband revenue for the year ended 31 December 2014 amounted to $49.2 million and Broadband ARPU amounted to NT$525 per month for the year.

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

B) REVIEW OF OPERATING EXPENSES

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

(i) Broadcast and production costs

Broadcast and production costs were $15.6 million (2013: $15.1 million) for the quarter ended 31 December 2014 and $60.1 million (2013: $35.5 million) for the year ended 31 December 2014. Broadcast and production costs consisted of the cost of acquiring Basic cable TV and Premium digital cable TV content, 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 costs for producing the Group's own programming.

(ii) Staff costs

Staff costs were $7.0 million (2013: $7.3 million) for the quarter ended 31 December 2014 and $27.0 million (2013: $16.1 million) for the year ended 31 December 2014. Staff costs consisted of direct employee costs and costs for general and administrative employees, in each case including salaries, bonuses, long term incentives and benefits, such as retirement benefits.

The Group adopted a long-term incentive plan (the LTIP) in 2013 for its senior management at TBC pursuant to which TBC senior management will be granted notional units of the Trust upon achieving prescribed performance targets. These notional units will vest in tranches over a prescribed period of time initially commencing two years after the grant of the notional units. Upon vesting of such notional units under the LTIP, TBC's senior management will receive a cash payment equal to the number of vested notional units multiplied by the then-prevailing market price of the Units. Performance targets for year 2013 and 2014 were met and as a result 2.1 million and 2.0 million notional units were granted under the LTIP respectively. LTIP expense attributable to the quarter and year ended 31 December 2014 has been recognised in the financial statements to reflect the estimate of the future obligations under the LTIP. As the financial effect of LTIP expenses is not significant for the year ended 31 December 2014, the Trustee-Manager is of the view that no further disclosure is required.

(iii) Depreciation and amortisation expense

Depreciation and amortisation expense was $15.1 million (2013: $11.0 million) for the quarter ended 31 December 2014 and $48.7 million (2013: $25.4 million) for the year ended 31 December 2014. 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, programming rights and software.

(iv) Trustee-Manager fees

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

The Trustee-Manager base fee was $1.8 million (2013: $1.8 million) for the quarter ended 31 December 2014 and $7.2 million (2013: $4.2 million) for the year ended 31 December 2014. There were no performance fees payable to the Trustee-Manager for the quarter and year ended 31 December 2014 (2013: nil).

The base fee is payable semi-annually in arrears for every six months ending 30 June and 31 December of each year. Payment of the base fee, whether in the form of cash and/or units, shall be made out of 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 arrears.

(v) Foreign exchange (loss) gain

Foreign exchange losses were $0.3 million (2013: gain of $2.3 million) for the quarter ended 31 December 2014 and $3.4 million (2013: gain of $1.8 million) for the year ended 31 December 2014.

(vi) Other operating expenses

Other operating expenses were $8.5 million (2013: $6.5 million) for the quarter ended 31 December 2014 and $30.5 million (2013: $17.8 million) for the year ended 31 December 2014. Other operating expenses include Trust expenses, comprising administrative expenses, corporate services fees, audit fees, annual filing fees, occupancy fees, legal costs, other professional fees, insurance and other miscellaneous expenses and other Group expenses, composed of rent for fibre and utility poles, installation costs, local and National Communications Commission of Taiwan (NCC) taxes, billing expenses, utility expenses, marketing expenses as well as offshore administrative expenses. Other operating expenses also include period end mark-to-markets on the Trust's foreign currency swaps and a one-time fee of $1.2 million paid to Deloitte (Taiwan), for services performed in relation to settlement of the tax dispute as discussed in Note B(viii).

(vii) Interest and other finance costs

Interest and other finance costs were $11.6 million (2013: $11.1 million) for the quarter ended 31 December 2014 and $44.1 million (2013: $25.2 million) for the year ended 31 December 2014. These comprised interest expense, commitment fees and amortisation of arrangement fees on the Group's debt facilities.

(viii) Income tax expense (benefit)

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 their judgment regarding the adequacy of existing income tax liabilities, these changes to income tax liabilities are duly recognised in income tax expense in the year in which the determination is made.

For the period to 31 December 2013, when filing the income tax return of the Taiwan entities, amortisation of intangible assets and interest expense on shareholders' loans and bank borrowings were claimed as tax deductible expenses. However, the tax ruling application with respect to whether such amortisations and interest expenses were tax deductible was still pending the tax authorities' approval. The accumulated balance as at 31 December 2013, for the potential tax assessments that might result from the tax authorities' disallowing the tax deductions for interest incurred for the shareholders' loans and bank borrowings and for tax amortisation of intangible assets was $131.3 million (NT$3.1 billion).

The income tax benefit number reflects a $88.0 million (NT$2.1 billion) tax provision reversal for the period 2006 - 2012, due to settlement of the outstanding tax dispute during the quarter ended 30 June 2014 (as the settlement amounts are lower than what the Group has accrued in previous years). However, this has been partially offset by a deferred tax expense of $43.7 million (NT$1,050.0 million) which has been recorded by the Group for accounting purposes on the timing differences created by the tax deductions in respect of the cumulative amortisation of intangible assets claimed by the Group as at 31 December 2014. Including the tax provision for the current year, income tax benefit for the year ended 31 December 2014 is $16.9 million.

Income tax (expenses) benefit for the quarter and year ended 31 December 2014 recognised in the consolidated statement of profit or loss is as follows:

	Group Quarter ended 31 December 2014 $'000	Group Quarter ended 31 December 2013 $'000	Group Year ended 31 December 2014 $'000	Group Period[1] ended 31 December 2013 $'000
Current income tax	(2,510)	(5,946)	(11,762)	(7,790)
Deferred income tax[2]	(1,276)	(695)	(47,227)	(577)
Withholding tax	(1,495)	(470)	(11,949)	(3,594)
Additional provisions from potential tax assessments	-	(352)	-	(5,382)
Reversal of accruals for potential tax assessment in prior years	(250)	-	87,798	-
Total	**(5,531)**	**(7,463)**	**16,860**	**(17,343)**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

[2] Following the settlement principles agreed between the Group and the Taiwan tax authorities, deferred tax expense of $43.7 million have been recorded by the Group for the tax deductions in respect of the amortisation of intangible assets claimed by the Group for the year ended 31 December 2014.

REVIEW OF STATEMENTS OF FINANCIAL POSITION AND NET ASSETS AS AT 31 DECEMBER 2014

As presented in the statements of financial position disclosed on page 12

C) ASSETS

(i) Cash and cash equivalents

Cash and cash equivalents include cash at bank and on hand, demand deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Cash and cash equivalents at the Trust level increased from $4.8 million as at 31 December 2013 to $7.3 million as at 31 December 2014. The increase in cash and cash equivalents is primarily due to the receipt of distributions from TBC during the year ended 31 December 2014, net of payment of distributions during the year ended 31 December 2014.

Cash and cash equivalents at the Group level decreased from $96.2 million as at 31 December 2013 to $74.5 million as at 31 December 2014. The decrease is primarily driven by the payment of distributions, capital expenditures and settlement of the tax dispute, partially offset by operating cash flows and an increase in borrowings.

(ii) Trade and other receivables

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

Trade and other receivables at the Trust level of $0.2 million as at 31 December 2014, compared to $1.5 million as at 31 December 2013, represent amounts paid on behalf of its subsidiaries.

Trade and other receivables at the Group level remained unchanged at $11.5 million as at 31 December 2014 and 31 December 2013.

(iii) Investment in subsidiaries

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

Held by the Trust	Principal activities	Country of incorporation	Equity holding			
Name of subsidiary			2014 %	2013 %	2014 $'000	2013 $'000
APTT Holdings 1 Limited	Investment holding company	Bermuda	100	100	704,734	704,734
APTT Holdings 2 Limited	Investment holding company	Bermuda	100	100	637,617	637,617
Total					**1,342,351**	**1,342,351**

(iv) Property, plant and equipment

All items of property, plant and equipment are initially recorded at cost, subsequently measured at cost less accumulated depreciation and any accumulated impairment losses.

The amounts recognised in the statement of financial position are determined as follows:

Group	Carrying value as at 1 January 2014 $'000	Additions/ transfers $'000	Disposals $'000	Depreciation during the year $'000	Foreign exchange effect $'000	Carrying value as at 31 December 2014 $'000
Land	2,772	-	-	-	(31)	2,741
Buildings	3,395	62	-	(401)	(38)	3,018
Leasehold improvements	248	114	-	(139)	(3)	220
Network equipment	130,299	70,008	-	(42,524)	(1,419)	156,364
Plant and equipment	3,037	766	-	(1,333)	(36)	2,434
Transport equipment	1,795	865	-	(662)	(20)	1,978
Leased equipment	353	-	-	(51)	(3)	299
Assets under construction	7,613	1,146	-	-	(64)	8,695
Total	**149,512**	**72,961**	**-**	**(45,110)**	**(1,614)**	**175,749**

Group	Carrying value as at 1 October 2014 $'000	Additions/ transfers $'000	Disposals $'000	Depreciation during the quarter $'000	Foreign exchange effect $'000	Carrying value as at 31 December 2014 $'000
Land	2,746	-	-	-	(5)	2,741
Buildings	3,107	15	-	(99)	(5)	3,018
Leasehold improvements	199	55	-	(34)	-	220
Network equipment	144,480	23,855	-	(11,631)	(340)	156,364
Plant and equipment	2,530	242	-	(341)	3	2,434
Transport equipment	1,959	208	-	(185)	(4)	1,978
Leased equipment	312	-	-	(13)	-	299
Assets under construction	10,242	(1,517)	-	-	(30)	8,695
Total	**165,575**	**22,858**	**-**	**(12,303)**	**(381)**	**175,749**

Group	Cost on acquisition as at 29 May 2013 $'000	Additions/ transfers $'000	Disposals $'000	Depreciation during the period $'000	Foreign exchange effect $'000	Carrying value as at 31 December 2013 $'000
Land	2,764	-	-	-	8	2,772
Buildings	3,425	203	-	(242)	9	3,395
Leasehold improvements	288	73	-	(114)	1	248
Network equipment	114,590	38,514	-	(23,100)	295	130,299
Plant and equipment	3,154	667	-	(800)	16	3,037
Transport equipment	2,197	-	-	(399)	(3)	1,795
Leased equipment	383	-	-	(30)	-	353
Assets under construction	4,436	3,170	-	-	7	7,613
Total	**131,237**	**42,627**	**-**	**(24,685)**	**333**	**149,512**

During the quarter and year ended 31 December 2014, the Group acquired property, plant and equipment with an aggregate cost of $22.9 million (2013: $22.5 million) and $73.0 million (2013: $42.6 million) respectively, of which $5.8 million remained unpaid as at 31 December 2014 (2013: $2.3 million). An amount of $6.1 million (2013: nil) was paid during the quarter ended 31 December 2014 for acquisition of property, plant and equipment during the quarter ended 30 September 2014.

(v) 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 acquisition date.

Software

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

Programming rights

Costs incurred in acquiring programming rights, with broadcasting periods spanning 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 the estimated useful life of the programming rights.

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 annually for impairment.

The amounts recognised in the statement of financial position are determined as follows:

Group	Carrying value as at 1 January 2014 $'000	Additions $'000	Disposals $'000	Amortisation during the year $'000	Foreign exchange effect $'000	Carrying value as at 31 December 2014 $'000
Cable TV licences	2,228,661	-	-	-	(24,588)	2,204,073
Software	2,157	1,532	-	(1,216)	(22)	2,451
Programming rights	-	12,030	-	(2,411)	(7)	9,612
Goodwill	7,370	-	-	-	(82)	7,288
Total	**2,238,188**	**13,562**	**-**	**(3,627)**	**(24,699)**	**2,223,424**

Group	Carrying value as at 1 October 2014 $'000	Additions $'000	Disposals $'000	Amortisation during the quarter $'000	Foreign exchange effect $'000	Carrying value as at 31 December 2014 $'000
Cable TV licences	2,207,858	-	-	-	(3,785)	2,204,073
Software	2,593	236	-	(349)	(29)	2,451
Programming rights	3,585	8,445	-	(2,411)	(7)	9,612
Goodwill	7,301	-	-	-	(13)	7,288
Total	**2,221,337**	**8,681**	**-**	**(2,760)**	**(3,834)**	**2,223,424**

Group	Cost on acquisition as at 29 May 2013 $'000	Additions $'000	Disposals $'000	Amortisation during the period $'000	Foreign exchange effect $'000	Carrying value as at 31 December 2013 $'000
Cable TV licences	2,222,700	-	-	-	5,961	2,228,661
Software	1,554	1,262	-	(665)	6	2,157
Goodwill	7,350	-	-	-	20	7,370
Total	**2,231,604**	**1,262**	**-**	**(665)**	**5,987**	**2,238,188**

During the quarter and year ended 31 December 2014, the Group acquired intangible assets with an aggregate cost of $8.7 million (2013: $1.0 million) and $13.6 million (2013: $1.3 million) respectively of which $0.2 million (2013: $0.01 million) remained unpaid as at 31 December 2014.

(vi) Income tax refund receivable

As at 31 December 2014, the Group had an aggregate income tax refund receivable of $1.1 million (31 December 2013: $8.3 million), which consists of the income tax withheld with respect to interest payments on shareholder loans amongst the onshore affiliates in Taiwan. According to the tax laws in Taiwan, 10% income tax must be withheld on the interest payments made locally. The withholding taxes, similar to prepaid tax, can be used as tax credits or be refunded when filing the relevant onshore affiliate's income tax return.

(vii) Derivative financial instruments

The Trust uses foreign exchange swaps to manage its exposure to foreign exchange movements of the Taiwan dollars (NT$) future estimated cash flows from dividends and principal and interest payments received by the Trust from the entities held within the Group. The Trust employs a 24-month rolling hedging program 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 2014, mark to market movements, classified as current and non-current assets, on such swaps were $0.4 million (31 December 2013: $0.04 million) and nil (31 December 2013: $0.05 million) respectively both at the Group and Trust level.

(viii) Other assets

Other current assets increased from $1.2 million as at 31 December 2013 to $1.8 million as at 31 December 2014 at the Group level and from $0.4 million as at 31 December 2013 to $0.5 million as at 31 December 2014 at the Trust level. These comprise GST recoverable and expense prepayments.

Other non-current assets at the Group level of $0.7 million as at 31 December 2014 (31 December 2013: $0.7 million) comprise refundable deposits and other deferred costs.

D) Liabilities

(i) Borrowings from financial institutions

	Group as at 31 December 2014 $'000	Group as at 31 December 2013 $'000
Current portion	17,460	6,120
	17,460	**6,120**
Non-current portion	1,057,737	969,333
Less: Unamortised arrangement fees	(21,860)	(26,185)
	1,035,877	**943,148**
Total	**1,053,337**	**949,268**

Borrowings are repayable in tranches by 2020 and are secured by land, buildings, network equipment and plant and equipment held by TBC 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 borrowing facilities. In addition, guarantees in favour of the lenders under the borrowing facilities are provided by TBC Holdings B.V. and Harvest Cable Holdings B.V. As at 31 December 2014, the total value of assets pledged for borrowings was $154.2 million (31 December 2013: $126.9 million).

The borrowings are denominated in NT$ and bear a floating interest rate of Taiwan's three-month secondary market commercial paper rate plus an interest margin of 2.2% to 3.0% based on the leverage ratio of the Group. As discussed in Note D(ii), the Group uses interest rate swaps to swap a portion of its borrowings from floating rate to fixed rate. As at 31 December 2014 the notional amount swapped was NT$22.5 billion (31 December 2013: NT$18 billion). The Group's average effective interest rate is less than 4% per annum. Interest on the borrowings is payable quarterly.

(ii) Derivative financial instruments

The Trust uses foreign exchange swaps to manage its exposure to foreign exchange movements as discussed in Note C(vii). As at 31 December 2014, mark to market movements, classified as current and non-current liabilities, on such swaps were $0.04 million (31 December 2013: $0.7 million) and $0.3 million (31 December 2013: $0.2 million) respectively both at the Group and Trust level.

The Group uses interest rate swaps to manage its exposure to interest rate movements on its 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 2014, mark to market movements, classified as non-current liability, on such swaps were $0.7 million (31 December 2013: $0.2 million) at the Group level on notional amounts swapped of NT$22.5 billion (31 December 2013: NT$18 billion).

(iii) Trade and other payables

	Group as at 31 December 2014 $'000	Group as at 31 December 2013 $'000	Trust as at 31 December 2014 $'000	Trust as at 31 December 2013 $'000
Trade payables due to outside parties	16,123	15,218	-	-
Base fees payable to the Trustee-Manager	3,865	3,776	3,865	3,776
Other payables due to subsidiaries	-	-	5,165	3,814
Other payables due to outside parties	17	122	17	122
Total	**20,005**	**19,116**	**9,047**	**7,712**

The Group's trade and other payables as at 31 December 2014 comprised predominantly broadcast and production costs payable of $16.1 million (31 December 2013: $15.2 million) and base fees payable to the Trustee-Manager of $3.9 million (31 December 2013: $3.8 million).

The Trust's trade and other payables as at 31 December 2014 comprised predominantly base fees payable to the Trustee-Manager of $3.9 million (31 December 2013: $3.8 million) and cash held by the Trust on behalf of its subsidiaries of $5.2 million (31 December 2013: $3.8 million).

(iv) Retirement benefit obligations

The Group operates both a defined benefit scheme and a defined contribution scheme. Eligibility for participation in each of the schemes is governed by employment and related laws in the country of employment for employees of the Group. As at 31 December 2014, the Group's retirement benefit obligations, classified as current and non-current liabilities, were $0.9 million (31 December 2013: $0.4 million) and $11.3 million (31 December 2013: $10.4 million) respectively.

(v) Income tax payable

The Group is not required to and does not prepare combined consolidated income tax returns. The following information represents the combined income tax data of the combined consolidated entities. Provision for income tax and the reconciliation of income tax payable are as follows:

	Group as at 31 December 2014 $'000	Group as at 31 December 2013 $'000
Balance at the beginning of the year/period	**138,721**	**130,232**
Current income tax provision	11,762	7,790
Income tax payment	(45,850)	(2,347)
Prepaid and withheld income tax	(4,118)	(2,486)
Accruals for potential tax assessments and prior year tax adjustments	-	5,382
Reversal of accruals for potential tax assessment in prior years	(87,798)	-
Foreign exchange effect	(2,108)	150
Balance at the end of the year/period	**10,609**	**138,721**

Following the settlement agreed between the Group and the Taiwan tax authorities during the year ended 31 December 2014 as disclosed in Note B(viii), the Trustee-Manager has reversed the accruals for potential tax assessments made in the prior years of $88.0 million (NT$2.1 billion) to profit or loss during year ended 31 December 2014.

(vi) Deferred tax liabilities

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

	Group as at 31 December 2014 $'000	Group as at 31 December 2013 $'000
Pension expense	(697)	(753)
Impairment loss	(546)	(556)
Intangible assets that are partially deductible for tax purposes[1]	43,947	-
Accelerated tax depreciation	1,489	1,783
Undistributed earnings of subsidiaries	9,762	4,047
Unrealised exchange gains	(147)	1,830
Deferred tax liabilities, net	**53,808**	**6,351**

[1] Following the settlement principles agreed between the Group and the Taiwan tax authorities during the quarter ended 30 June 2014 as disclosed in Note B(viii), deferred tax liabilities of $43.9 million have been recorded by the Group for the tax deductions in respect of the amortisation of intangible assets claimed by the Group as at 31 December 2014.

(vii) Other liabilities

The Group's current other liabilities as at 31 December 2014 of $54.7 million (31 December 2013: $52.1 million) comprised predominantly collections received in advance amounting to $35.6 million (31 December 2013: $35.4 million), accrued expenses of $17.7 million (31 December 2013: $15.3 million) and amounts accrued under the Group's long-term incentive plan of $0.4 million (31 December 2013: nil).

The Trust's current other liabilities as at 31 December 2014 of $0.1 million (31 December 2013: $0.4 million) comprised accruals for regular operating expenses.

The Group's non-current other liabilities as at 31 December 2014 of $7.6 million (31 December 2013: $7.2 million) comprised predominantly guarantee deposits received of $6.6 million (31 December 2013: $6.5 million) and amounts accrued under the Group's long-term incentive plan of $0.9 million (31 December 2013: $0.4 million).

(viii) Reserves

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

	Foreign currency translation reserves	Cash flow hedging reserves	Capital reserves	Retirement benefit obligations reserves	Total
	$'000	$'000	$'000	$'000	$'000
Balance as at 1 January 2014	**1,077**	**240**	**(4)**	**(1,605)**	**(292)**
Re-measurement of defined benefit obligations	-	-	-	(1,702)	(1,702)
Exchange differences on translation of foreign operations	(10,137)	-	-	-	(10,137)
Unrealised loss on change in fair value of cash flow hedging financial instruments	-	(456)	-	-	(456)
Transfer to capital reserves	-	-	4,159	-	4,159
Balance as at 31 December 2014	**(9,060)**	**(216)**	**4,155**	**(3,307)**	**(8,428)**
Balance as at 1 October 2014	**(7,539)**	**269**	**4,155**	**(1,605)**	**(4,720)**
Re-measurement of defined benefit obligations	-	-	-	(1,702)	(1,702)
Exchange differences on translation of foreign operations	(1,521)	-	-	-	(1,521)
Unrealised loss on change in fair value of cash flow hedging financial instruments	-	(485)	-	-	(485)
Balance as at 31 December 2014	**(9,060)**	**(216)**	**4,155**	**(3,307)**	**(8,428)**
Balance as at 29 May 2013[1]	**-**	**-**	**-**	**-**	**-**
Re-measurement of defined benefit obligations	-	-	-	(1,605)	(1,605)
Exchange differences on translation of foreign operations	1,077	-	-	-	1,077
Unrealised gain on change in fair value of cash flow hedging financial instruments	-	240	-	-	240
Adjustment to non-controlling interests on change in ownership interest	-	-	(4)	-	(4)
Balance as at 31 December 2013	**1,077**	**240**	**(4)**	**(1,605)**	**(292)**
Balance as at 1 October 2013	**6,160**	**1,297**	**-**	**-**	**7,457**
Re-measurement of defined benefit obligations	-	-	-	(1,605)	(1,605)
Exchange differences on translation of foreign operations	(5,083)	-	-	-	(5,083)
Unrealised loss on change in fair value of cash flow hedging financial instruments	-	(1,057)	-	-	(1,057)
Adjustment to non-controlling interests on change in ownership interest	-	-	(4)	-	(4)
Balance as at 31 December 2013	**1,077**	**240**	**(4)**	**(1,605)**	**(292)**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

(ix) 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 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.

E) NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS

	Group as at 31 December 2014	Group as at 31 December 2013	Trust as at 31 December 2014	Trust as at 31 December 2013
Net asset value attributable to unitholders				
Total net asset value attributable to unitholders ($'000)	1,273,493	1,318,732	1,341,265	1,340,091
Total number of units in issue used in calculation of net asset value per unit attributable to unitholders ('000)	1,436,800	1,436,800	1,436,800	1,436,800
Net asset value per unit attributable to unitholders ($)	**0.89**	**0.92**	**0.93**	**0.93**

As at 31 December 2014, the Group had negative working capital of $15.6 million (31 December 2013: $108.1 million). This includes:

- $35.6 million (31 December 2013: $35.4 million) of collections received in advance. These are collections received from customers which do not require any future cash outflow from the Group; and
- $131.3 million provision related to the tax dispute as at 31 December 2013, for which the Group reached agreement with the Taiwan tax authorities to settle the tax dispute during financial year ended 31 December 2014, as disclosed in Note D(v).

After adjusting for the above amounts, the Group would have positive working capital of $20.0 million (31 December 2013: $58.6 million). The Group believes that it has adequate working capital for its present requirements and that its existing loan facilities, together with cash and cash equivalents, will provide sufficient funds to satisfy its working capital requirements and anticipated capital expenditures and other payment obligations for the next 12 months, after taking into consideration the following factors:

- The Group has five cable TV system operators, with their nine-year cable TV licences renewed in either 2008 or 2009, that serve over 756,000 cable TV subscribers as at 31 December 2014, with more than 100 channels of local and international content on its analogue and digital cable TV platforms in Taiwan. 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 $137.8 million for the year ended 31 December 2014 (31 December 2013: $77.4 million).
- In view of the constant operating cash flows generated, good credibility over the past years and full compliance with the requirements as stipulated in the general revolver loan facility agreement, the Trustee-Manager is confident it can refinance such bank borrowings when required.
- 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.

F) RELATED PARTY TRANSACTIONS

(i) The Trustee-Manager

The Trustee-Manager, Macquarie APTT Management Pte. Limited, was incorporated in Singapore under the Singapore Companies Act on 17 April 2013. The Trustee-Manager is a wholly-owned subsidiary of Macquarie Capital Group Limited.

The Trustee-Manager has the dual responsibility of safeguarding the interests of Unitholders and managing the business conducted by the Trust. The Trustee-Manager has powers of management over the business and assets of the Trust and its main responsibility is to manage the Trust's assets and liabilities for the benefit of Unitholders as a whole.

The following transactions occurred between APTT and the Trustee-Manager, which includes the cost of key management personnel:

	Quarter ended 31 December 2014 $'000	Quarter ended 31 December 2013 $'000	Year ended 31 December 2014 $'000	Period[1] ended 31 December 2013 $'000
Transactions				
Trustee-Manager fees	1,806	1,765	7,167	4,162

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for the 216 day period from 30 May 2013 to 31 December 2013.

(ii) Macquarie Group (Macquarie)

There were no fees paid to Macquarie in respect of transaction related services during the quarter and year ended 31 December 2014. During the period ended 31 December 2013, underwriting fees of $16.6 million, debt advisory fees of $5.6 million and reimbursement of equity issue expenses of $0.3 million were paid to Macquarie Capital Securities (Singapore) Pte. Limited, Macquarie Capital (Singapore) Pte. Limited and Macquarie Infrastructure Management (Asia) Pty Limited respectively.

As per the Resources Agreement between the Trustee-Manager and Macquarie Infrastructure and Real Assets (Singapore) Pte. Limited (MIRA Singapore) in relation to the provision of resource services by MIRA Singapore to the Trustee-Manager, all fees payable in respect of ancillary services are borne by the Trust. For the quarter and year ended 31 December 2014, such fees charged by the Trustee-Manager were less than $0.1 million (2013: $0.1 million) and $0.2 million (2013: $0.2 million) respectively.

(iii) Interested Person Transactions (IPTs)

The Group utilises Macquarie Bank Limited Singapore Branch's foreign exchange department to hedge its foreign currency risk. Macquarie Bank Limited Singapore Branch is regulated by the Monetary Authority of Singapore (MAS) and Rule 915(6) of the Listing Manual exempts the need to disclose transactions with a MAS-regulated entity, on normal commercial terms and in the ordinary course of business. Therefore no further interested person disclosures have been made.

The Group has not obtained a general mandate from Unitholders for IPTs.

G) ADDITIONAL INFORMATION

(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 2014 have been disclosed within 60 days after the end of the relevant financial year.

(ii) Disclosure of person occupying a managerial position

Pursuant to Rule 704(13) of the Listing Manual, the Trustee-Manager confirms that for the quarter and year ended 31 December 2014 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) 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.

(v) Review by independent auditor

The financial statements for the quarter and year ended 31 December 2014 have not been audited or reviewed by the Group's auditors, Deloitte & Touche LLP, however they form the basis of the Financial Report within the APTT 2014 Annual Report, which will be audited by Deloitte & Touche LLP and will be available publicly in due course.

(vi) 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 2013. There were no substantial changes to the Group's accounting policies.

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

(vii) Functional and presentation currency

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

(viii) Rounding of amounts in the financial statements

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

(ix) 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 effect 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.

(x) Use of IPO proceeds

The utilisation of proceeds from the offering, made on 29 May 2013, was finalised and announced on 29 May 2013.

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

	Year ended 31 December 2014 $'000	Period ended 31 December 2013 $'000	Variance[2] %
Total revenue			
1st half year[1]	156,396	27,733	>100.0
2nd half year	162,333	157,307	3.2
	318,729	**185,040**	**72.2**
Profit after income tax before deducting non-controlling interests			
1st half year[1]	83,146	6,300	>100.0
2nd half year	31,514	39,023	(19.2)
	114,660	**45,323**	**>100**

[1] The financial period was from 30 April 2013 (the date of constitution of APTT) to 31 December 2013. Although APTT was constituted on 30 April 2013, the acquisition of the assets and business undertakings of its initial portfolio, TBC, was only completed on 29 May 2013. Consequently, there were no operating activities for the period prior to 29 May 2013. Revenue and expenses of TBC were included for 216 days from 30 May 2013 to 31 December 2013.

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

REVIEW OF ACTUAL PERFORMANCE AGAINST THE FORECAST DISCLOSED IN THE PROSPECTUS

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

	Actual Quarter ended 31 December 2014	Forecast[1] Quarter ended 31 December 2014	Variance[2]	Actual Year ended 31 December 2014	Forecast Year ended 31 December 2014	Variance[2]
	$'000	$'000	%	$'000	$'000	%
Revenue						
Basic cable TV	65,891	63,312	4.1	255,774	251,185	1.8
Premium digital cable TV	3,530	4,075	(13.4)	13,792	16,166	(14.7)
Broadband	12,425	14,216	(12.6)	49,163	56,402	(12.8)
Total revenue	**81,846**	**81,603**	**0.3**	**318,729**	**323,753**	**(1.6)**
Operating expenses						
Broadcast and production costs	(15,559)	(15,328)	(1.5)	(60,088)	(60,813)	1.2
Staff costs	(7,038)	(6,988)	(0.7)	(26,988)	(27,726)	2.7
Depreciation and amortisation expense	(15,063)	(13,280)	(13.4)	(48,737)	(52,686)	7.5
Trustee-Manager fees	(1,806)	(1,814)	0.5	(7,167)	(7,196)	0.4
Foreign exchange loss	(343)	-	(>100)	(3,357)	-	(>100)
Other operating expenses	(8,543)	(6,593)	(29.6)	(30,502)	(26,156)	(16.6)
Total operating expenses	**(48,352)**	**(44,003)**	**(9.9)**	**(176,839)**	**(174,577)**	**(1.3)**
Operating profit	**33,494**	**37,600**	**(10.9)**	**141,890**	**149,176**	**(4.9)**
Interest and other finance costs	(11,588)	(11,619)	0.3	(44,090)	(46,099)	4.4
Profit before income tax	**21,906**	**25,981**	**(15.7)**	**97,800**	**103,077**	**(5.1)**
Income tax (expense) benefit	(5,531)	(6,868)	19.5	16,860	(27,250)	>100
Profit after income tax	**16,375**	**19,113**	**(14.3)**	**114,660**	**75,827**	**51.2**
Profit after income tax attributable to:						
Unitholders of APTT	16,276	19,020	(14.4)	114,328	75,460	51.5
Non-controlling interests	99	93	6.5	332	367	(9.5)
Profit after income tax	**16,375**	**19,113**	**(14.3)**	**114,660**	**75,827**	**51.2**

[1] The forecast figures disclosed from the Prospectus have been prorated for the relevant period.

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

REVIEW OF ACTUAL PERFORMANCE AGAINST THE FORECAST DISCLOSED IN THE PROSPECTUS

Total revenue for the quarter ended 31 December 2014 was 0.3% higher and for the year was 1.6% lower than the forecast in the Prospectus. This is partially due to lower than expected revenue from Broadband driven by a lower number of subscribers than assumed in the Prospectus, and from a lower ARPU due to the soft economic environment in Taiwan. The variance is also partially due to lower than expected revenue from Premium digital cable TV. The negative variances are partially offset by higher than expected revenue from Basic Cable TV, mostly from non-subscription revenue.

Total operating expenses for the quarter and year ended 31 December 2014 were 9.9% and 1.3% higher respectively, than the forecast in the Prospectus. The variance for the quarter ended 31 December 2014 is primarily due to higher than expected depreciation and amortisation expense, foreign exchange losses and other operating expenses. The variance for the year ended 31 December 2014 is primarily due to foreign exchange losses and higher than expected other operating expenses which include a one-time fee of $1.2 million to Deloitte (Taiwan) for services provided in settling the tax dispute, partially offset by lower than expected depreciation and amortisation expense.

Operating profit for the quarter and year ended 31 December 2014 was 10.9% and 4.9% lower respectively, than the forecast in the Prospectus due to the factors mentioned above.

Interest and other finance costs for the quarter and year ended 31 December 2014 were 0.3% and 4.4% lower respectively, than the forecast in the Prospectus. The variance is due to two factors: i) bank charges have been included in Other operating expenses whereas in the Prospectus they were included in Interest and other finance costs; and ii) the Prospectus assumed a higher level of drawn debt.

Income tax expense for the quarter and year ended 31 December 2014 was 19.5% lower and 161.9% lower respectively, than the forecast in the Prospectus. The variance is due to the settlement of the tax dispute; excess current tax provisions related to the dispute have been reversed and deferred tax liabilities have been recorded for the tax deductible portion of intangible assets for the year ended 31 December 2014.

Profit after income tax for the quarter and year ended 31 December 2014 was 14.3% lower and 51.2% higher respectively, than the forecast in the Prospectus due to the factors mentioned above.

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

On behalf of the Board of Directors of Macquarie 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 2014 to be false or misleading in any material aspect.

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



Yong Lum Sung
Director
Singapore
24 February 2015



Wei Cheong
Director
Singapore
24 February 2015

DISCLAIMERS

Asian Pay Television Trust (APTT) is a business trust listed on the Singapore Exchange Securities Trading Limited (SGX-ST). Macquarie APTT Management Pte. Limited (Trustee-Manager) is the Trustee-Manager of APTT. The Trustee-Manager is a wholly owned subsidiary of Macquarie Capital Group Limited.

None of the entities noted in this document is an authorised deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia). The obligations of these entities do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 (MBL). MBL does not guarantee or otherwise provide assurance in respect of the obligations of these entities.

This report is not an offer or invitation for subscription or purchase, or a recommendation of securities. 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.

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.

The offering of units in APTT was sponsored by Macquarie Capital (Singapore) Pte. Limited and J.P. Morgan (S.E.A.) Limited as joint issue managers (the Joint Issue Managers). The Joint Issue Managers assume no responsibility for the contents of this announcement.

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