Asia Tele-Net and Technology Corporation Limited

(Incorporated in Bermuda with limited liability)
(Stock Code: 679)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30 JUNE 2014

The Board of Directors (the "Board") of Asia Tele-Net and Technology Corporation Limited (the "Company") is pleased to announce the unaudited results of the Company and its subsidiaries (the "Group") for the six months ended 30 June 2014 with comparative figures as follows:

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the six months ended 30 June 2014

	NOTES	Six months ended 30 June **2014** HK$'000 (unaudited)	2013 HK$'000 (unaudited)
Revenue	3	**256,769**	184,856
Cost of sales		**(203,549)**	(126,809)
Gross profit		**53,220**	58,047
Other income		**1,889**	1,765
Selling and distribution costs		**(10,209)**	(8,261)
Administrative expenses		**(45,270)**	(46,477)
Other gains or losses		**513**	(3,761)
Bad debts recovered		**1,510**	625
Share of results of associates		**108**	95
Finance costs		**(32)**	(20)
Profit before taxation		**1,729**	2,013
Taxation	4	**(28)**	(1,010)
Profit for the period	5	**1,701**	1,003

CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME - continued
For the six months ended 30 June 2014

	NOTE	**Six months ended 30 June** **2014** **HK$'000** **(unaudited)**	2013 HK$'000 (unaudited)
Other comprehensive (expense) income			
Items that may be reclassified subsequently to profit or loss:			
Exchange difference arising on translation of foreign operations			
- subsidiaries		**(2,071)**	3,186
- associate		**(12)**	(81)
Other comprehensive (expense) income for the period		**(2,083)**	3,105
Total comprehensive (expense) income for the period		**(382)**	4,108
Profit for the period attributable to:			
Owners of the Company		**1,261**	740
Non-controlling interests		**440**	263
		1,701	1,003
Total comprehensive (expense) income attributable to:			
Owners of the Company		**(892)**	3,862
Non-controlling interests		**510**	246
		(382)	4,108
Earnings per share	7		
Basic		**HK0.30 cents**	HK0.17 cents

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION

At 30 June 2014

	NOTES	**30.6.2014**	31.12.2013
		HK$'000	HK$'000
		(unaudited)	(audited)
Non-current assets			
Property, plant and equipment		**77,248**	81,064
Prepaid lease payments		**8,005**	8,237
Interests in associates		**3,910**	3,790
Loans receivable		**12**	706
		89,175	93,797
Current assets			
Inventories		**42,133**	41,053
Amounts due from customers for contract work		**59,366**	52,983
Loans receivable		**3,567**	3,042
Debtors, bills receivables and prepayments	8	**91,104**	104,644
Prepaid lease payments		**308**	311
Held-for-trading investments		**15,155**	17,347
Amounts due from associates		**1,335**	1,335
Taxation recoverable		**473**	6
Pledged bank deposits		**6,704**	19,002
Bank balances and cash		**229,153**	221,651
		449,298	461,374
Current liabilities			
Creditors, bills payables and accrued charges	9	**155,094**	192,296
Deposit received for re-development of the land		**50,400**	50,880
Warranty provision		**18,990**	16,307
Amounts due to customers for contract work		**24,265**	2,744
Amounts due to associates		**26**	26
Bank borrowings		**-**	543
Taxation payable		**-**	1,515
		248,775	264,311
Net current assets		**200,523**	197,063
Total assets less current liabilities		**289,698**	290,860

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION - continued

At 30 June 2014

	30.6.2014	31.12.2013
	HK$'000	HK$'000
	(unaudited)	(audited)
Capital and reserves		
Share capital	**4,265**	4,265
Reserves	**275,408**	276,300
Equity attributable to owners of the Company	**279,673**	280,565
Non-controlling interests	**2,099**	1,589
Total equity	**281,772**	282,154
Non-current liabilities		
Warranty provision	**3,611**	4,391
Deferred taxation	**4,315**	4,315
	7,926	8,706
	289,698	290,860

NOTES

1. BASIS OF PREPARATION

The condensed consolidated financial statements have been prepared in accordance with Hong Kong Accounting Standard 34 "Interim Financial Reporting" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA") as well as with the applicable disclosure requirements of Appendix 16 to the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

2. PRINCIPAL ACCOUNTING POLICIES

The condensed consolidated financial statements have been prepared on the historical cost basis, except for certain financial instruments, which are measured at fair values.

Except as described below, the accounting policies and methods of computation used in the condensed consolidated financial statements for the six months ended 30 June 2014 are the same as those followed in the preparation of the Group's annual financial statements for the year ended 31 December 2013.

In the current interim period, the Group has applied, for the first time, a new Interpretation and certain amendments to Hong Kong Financial Reporting Standards ("HKFRSs") issued by the HKICPA that are mandatorily effective for the current interim period.

The application of the above new Interpretation and amendments to HKFRSs in the current interim period has had no material effect on the amounts reported in these condensed consolidated financial statements and/or disclosures set out in the condensed consolidated financial statements.

3. REVENUE AND SEGMENT INFORMATION

Revenue

The Group's revenue from electroplating machinery business for the six months ended 30 June 2014 and 2013 analysed by principal activity is as follows:

	Six months ended 30 June	
	2014	2013
	HK$'000	HK$'000
Construction contracts in respect of design, manufacturing and sale of custom-built electroplating machinery and other industrial machinery	**226,749**	**156,995**
Sale of spare parts of electroplating machinery	**11,087**	**12,051**
Provision of services - repairs and maintenance	**18,933**	**15,810**
	256,769	**184,856**

Segment Information

The Group has one operating segment being the electroplating equipment segment which contributes the entire revenue of the Group. Reconciliation of the operating segment profit to profit before taxation is as follows:

	Electroplating equipment Six months ended 30 June	
	2014	2013
	HK$'000	HK$'000
Segment revenue	**256,769**	**184,856**
Segment profit	**8,171**	6,773
Intra-group management fee charged to operating segment	**2,816**	2,559
Other income	**1,218**	1,612
Central corporate expenses	**(9,398)**	(8,888)
Other gains or losses	**(1,186)**	(138)
Share of results of associates	**108**	95
Profit before taxation	**1,729**	2,013

3. REVENUE AND SEGMENT INFORMATION – continued

Segment Information – continued

Segment profit represents the gross profit of the electroplating equipment segment and other income and expenses directly attributable to the segment activity (including intra-group management fee) but excluding interest income from loans receivable, unallocated interest income, dividend income, sundry income, unallocated net exchange gain or loss, central corporate expenses including auditor's remuneration and director's emoluments, net change in fair value of held-for-trading investments and share of results of associates. This is the measure reported to the chief operating decision maker in order to assess segment performance.

There has been no material change in the total segment assets and total segment liabilities from the amounts disclosed in the last annual financial statements of the electroplating equipment segment. Accordingly, no such information has been disclosed.

4. TAXATION

	Six months ended 30 June	
	2014	2013
	HK$'000	HK$'000
Taxation comprises:		
Current tax - overseas taxation charge for the period	**(28)**	(1,010)

No provision for Hong Kong Profits Tax is made for the six months ended 30 June 2014 and 2013 as there is no assessable profit for the period.

Taxation arising in other jurisdictions (including the People's Republic of China (excluding Hong Kong) ("PRC") enterprise income tax) is calculated at the rates prevailing in the relevant jurisdictions.

5. PROFIT FOR THE PERIOD

	Six months ended 30 June	
	2014	2013
	HK$'000	HK$'000
Profit for the period has been arrived at after charging (crediting):		
(Reversal of) allowance for slow moving inventories (included in cost of sales)	**(27)**	436
Depreciation of property, plant and equipment	**3,906**	4,222
Release of prepaid lease payments	**154**	154
Included in other income		
Interest income from loans receivable	**(95)**	(168)
Interest income from bank deposits	**(1,109)**	(1,359)
Interest income from an associate	**-**	(89)
Included in other gains or loss		
Loss on disposal of property, plant and equipment	**33**	19
Net exchange (gain) loss	**(1,199)**	3,648
Net change in fair value of held-for-trading investments	**615**	93

6. DIVIDEND

No dividends were paid, declared or proposed during either period. The directors do not recommend the payment of an interim dividend.

7. EARNINGS PER SHARE

The calculation of the basic earnings per share is based on the Group's profit for the period attributable to owners of the Company of HK$1,261,000 (six months ended 30 June 2013: HK$740,000) and the number of ordinary shares of 426,463,400 (six months ended 30 June 2013: 426,463,400) in issue.

No diluted earnings per share have been presented as there were no potential ordinary shares in issue during both periods.

8. DEBTORS, BILLS RECEIVABLES AND PREPAYMENTS

	30.6.2014	31.12.2013
	HK$'000	HK$'000
Trade debtors and bills receivables	**77,984**	85,141
Other debtors and prepayments	**13,120**	19,503
	91,104	104,644

As at 30 June 2014, the trade debtors balance included trade debts due from associates of approximately HK$9,923,000 (31 December 2013: approximately HK$7,057,000).

The Group allows a general credit period of one to two months to its trade customers except construction contracts where the Group allows staged payments. Each construction contract will normally involve two to six stage payments, namely deposit payment, shipment payment, arrival payment, installation completion payment, chemical testing payment and acceptance payment. It will take at least one year from the time the electroplating machine is shipped before a construction contract will reach the acceptance stage. In most of the cases, invoice is due on presentation and credit will only be offered to customers in accordance with their financial credit abilities and established payment records.

The following is an aged analysis of trade debtors and bills receivables net of allowance for bad and doubtful debts presented based on the invoice date at the end of the reporting period:

	30.6.2014	31.12.2013
	HK$'000	HK$'000
0 - 60 days	**65,342**	72,795
61 - 120 days	**4,932**	7,651
121 - 180 days	**4,352**	566
Over 180 days	**3,358**	4,129
	77,984	85,141

9. CREDITORS, BILLS PAYABLES AND ACCRUED CHARGES

	30.6.2014	31.12.2013
	HK$'000	HK$'000
Trade creditors	**95,998**	111,288
Bills payables	**2,598**	6,268
Accrued staff costs	**16,283**	17,476
Commission payables to sales agents	**16,033**	25,232
Other accrued charges	**21,510**	31,594
Advances received from customers for contract work	**2,604**	370
Retirement benefit obligations	**68**	68
	155,094	192,296

The following is an aged analysis of trade creditors and bills payables as at the end of the reporting period based on the invoice dates of the amount due:

	30.6.2014	31.12.2013
	HK$'000	HK$'000
0 - 60 days	**54,507**	60,672
61 - 120 days	**24,598**	32,792
121 - 180 days	**11,311**	16,081
Over 180 days	**8,180**	8,011
	98,596	117,556

MANAGEMENT DISCUSSION AND ANALYSIS

RESULTS

During the six months ended 30 June 2014 ("the Period Under Review"), the Group recorded profit attributable to owners of the Company of approximately HK$1,261,000 compared to the profit attributable to owners of the Company of approximately HK$740,000 for the six months ended 30 June 2013 ("the Previous Period"). The improvement of Group's profit attributable to owners of the Company during the Period Under Review was primarily due to increase in revenue of approximately HK$71,913,000 from approximately HK$184,856,000 in the Previous Period to approximately HK$256,769,000 in the Period Under Review and increase in bad debts recovered from approximately HK$625,000 in the Previous Period to approximately HK$1,510,000 in the Period Under Review. The performance of the Group is further reviewed and elaborated in the following sections.

The basic earnings per share for the Period Under Review was HK0.30 cents compared to the basic earnings per share of HK0.17 cents for the Previous Period.

FINANCIAL RESULTS

Revenue

The revenue for the Period Under Review was approximately HK$256,769,000 or 39% more than the Previous Period. Higher revenue reported during the Period Under Review was mainly due to soft recovery of investment confidence which was mainly streamed from Taiwanese manufacturers.

In terms of business segment, approximately 87% of the revenue was generated from PCB sector (the Previous Period: approximately 97%), approximately 12% came from surface finishing sector (the Previous Period: approximately 3%) and approximately 1% derived from solar cell sector (the Previous Period: nil). In terms of the machines geographical installation base, the revenue composition during the Period Under Review was 68% machines in PRC, 10% in Taiwan, 5% in Russia, 4% in Thailand, 2% in Vietnam, 2% in Korea, 2% in Saudi Arabia and 7% in rest of the world.

Gross Profit

The price pressure from customers has significantly decreased the Group's gross profit margin from approximately 31% in the Previous Period to 20% in the Period Under Review.

Selling and Distribution Costs

The increase is proportional to the increase in sales.

Administrative expenses

The administrative expenses for the Period Under Review was 2.6% lower than the Previous Period. We continue to control our operating costs and were able to maintain fairly the same overhead level.

The average inflation rates in PRC and Hong Kong for first half 2014 were 2.7%[1] and 4%[2] respectively.

Electroplating Equipment-Printed Circuit Boards ("PCB") Sector

This sector is traded through our subsidiary Process Automation International Ltd ("PAL").

We saw our customers' willingness to invest but on average very mild, nothing compared to that of several years ago. Investment mainly came from Taiwanese customers who set up plants in PRC. The Korean market was badly hurt, especially those depend on Samsung orders. As early as mid-last year, Samsung has decided to cut back on the production of its S4 smartphone, according to report in Korean trade journal ET news. Orders from European customers were slightly down.

During the Period Under Review, the revenue in this business area increased to HK$197,529,000 from HK$139,480,000 in Previous Period, representing 42% increase. Out of this total revenue, nearly 74% were shipment made to PRC.

The drop in gross profit was mainly due to the price pressure from customers. In last year, the growth in smartphone sales had positive contribution to our financial performance. But starting from last quarter of 2013, it was very obvious that the growth in smartphone was focus mainly on low- to mid-end smartphone. The competitive edge amongst most of our customers is to invest in our advanced equipment to design and built high-end smartphone. They were bounded to meet pressure and hence adopted a tougher pricing policy. In order to meet with the challenge, we have tightened our internal control in cost of goods sold to ensure that we completed the jobs within budget or even slightly improved.

Although IDC has just announced a positive report stating that quarter two of 2014 was the first time ever quarterly smartphone shipments have surpassed the 300 million unit mark, the growth trend has not changed. The smartphone market grew 23.1% year over year basis and was fuelled by ongoing demand for mobile computing and an abundance of low-cost smartphone.

Period	Samsung	Apple	Huawei	Lenovo	LG	Others
Q2 2014	24.9%	11.7%	6.7%	5.2%	4.8%	46.7%
Q2 2013	32.2%	13.0%	4.3%	4.7%	5.1%	40.7%
Q2 2012	32.2%	16.6%	4.1%	3.1%	3.7%	40.3%
Q2 2011	17.0%	18.8%	2.5%	0.2%	5.7%	55.8%

Source : IDC, 2014 Q2

Looking ahead, the second half will be as tough as first half. Based on orders on hands, while we can maintain a higher revenue level, our gross profit margin will not be as high as last year.

Electroplating Equipment-Surface Finishing ("SF") Sector

This sector is traded through our subsidiary PAL Surface Treatment Systems Ltd ("PSTS").

The revenue of the SF sector has increased by 469% from approximately HK$4,800,000 in the Previous Period to approximately HK$27,335,000 for the Period Under Review.

[1] Inflation rate in PRC is reported by the National Bureau of Statistics of PRC.
[2] Inflation rate in Hong Kong is reported by Census and Statistics Department of Hong Kong.

Revenue from SF sector was mainly shifted to second half in both Period Under Review and Previous Period. Most of our SF customers are big multinational companies from US and European customers. Given the weak economic situation in the States and Europe, we have tried cautiously to branch into a new market. Two machines were sold to Saudi Arabia for the Period Under Review.

We had also turned away a few opportunities because we could not seek agreement from potential customers on amending their contract terms. Since we sell custom built equipment, while we are not afraid of introducing new designs or taking new challenge from customers but we would only accept terms which are fair and reasonable to both.

Having said that, we have just concluded a big plating on plastic project in Spain. It is an exciting project but challenging as well in terms of its required tight delivery.

Electroplating Equipment - Photo Voltaic ("PV" or "Solar") Sector

This sector is traded through our subsidiary Process Automation International Ltd ("PAL").

Sales to PV sector in the Period Under Review was approximately HK$1,885,000. We made no sales to PV sector for the Previous Period.

For last few years, most of the investors will turn away from solar due to the wide spread problem of over-capacity issue. The price was going down and further down. But by all accounts, 2013 could be a watershed year. After a difficult period of industry consolidation, PV installations saw a record-year in 2013: at least 38.4 GW of newly-added capacity around the globe, and almost 11 GW in Europe and 4.75 GW in the States. Sometime this year, BrightSource Energy's $2.2 billion Ivanpah solar power station will become fully operational and begin feeding enough green electricity to California's two largest utilities to power 140,000 homes. This was one of the projects financed in part by $9 billion in federal stimulus funds President Obama directed toward green energy in 2009. Ivanpah solar station is located in the Mojave Desert, 45 miles south of Las Vegas. In the last three years, the economics have turned decidedly in favor of PV technology. A glut of PV panels, made mostly in PRC, has pushed their prices down 62 percent since Ivanpah's construction began in 2010, sinking from US$1.87 per watt to approximately US 71cents. This massive drop in cost will attract projects anywhere with high electricity prices and lots of sun.

The Group is also benefited from the recovery and have a couple of orders on hands for this year.

Outlook

Our business is prone to economic uncertainties. In a recently released World Economic Outlook Report by IMF, it was reported that "the global growth prediction for 2014 has been marked down by 0.3 percent to 3.4 percent, reflecting both the legacy of the weak first quarter …. and a less optimistic outlook for several emerging markets.". We expect to see our annual revenue slightly higher than last year but at a reduced gross profit. Overall, we felt this year is a more difficult year than last year but we are confident that by providing better technologies and through maintaining cost discipline, we shall grow again after the hiccup facing now.

PROPERTY DEVELOPMENT

PROPERTY RE-DEVELOPMENT PLAN

Reference is made to the Company's announcement issued on 22 August 2011 with respect to the agreement ("Agreement") entered into by a wholly-owned subsidiary of the Company with an independent third party ("Counter Party") in relation to a re-development plan ("Re-development") of two parcels of industrial land located in Bao An District, Shenzhen, the PRC, of the Group ("Land") from industrial land into residential properties for resale. Progress made on the Re-development Plan in accordance with the Agreement is updated below:-

(1) The Project Company was established by the Counter Party in August 2011.
(2) The Group has entered into a re-development contract ("Re-development Contract") and relocation compensation agreement ("Relocation Compensation Agreement") with the Project Company in September 2011.
(3) The Project Company has applied for re-development of the Land since September 2011. As the approval involves several departments, the application is still under processed.
(4) As of 30 June 2014, the Group has received RMB40 million from the Counter Party as deposit for relocation compensation.

The Project is currently under review by the Shenzhen Urban Renewal Office. At the moment, the deposit of RMB 40 million was included in the current liabilities.

FINANCIAL REVIEW

Capital Structure, Liquidity and Financial Resources

As at 30 June 2014, the Group had equity attributable to owners of the Company of approximately HK$279,673,000 (31 December 2013: HK$280,565,000). The gearing ratio was nil (31 December 2013: 0.2%). The gearing ratio as at 31 December 2013 is calculated by dividing the aggregate amount of bank borrowings of approximately HK$543,000 and other interest-bearing loans over the amount of equity attributable to the equity holders of the Company.

As at 30 June 2014, the Group had approximately HK$235,857,000 of cash on hand (31 December 2013: HK$240,653,000).

As at 30 June 2014, the Group pledged deposits of approximately HK$6,704,000 (31 December, 2013: HK$19,002,000) to banks to secure banking facilities of approximately HK$92,210,000 (31 December 2013: HK$92,210,000) to the Group. Out of the secured facilities available, the Group has utilized (i) approximately HK$5,704,000 as the issuance of bank's guarantee under which customers retain right to claim refund of purchase deposits received by the Group as at 30 June 2014 (31 December 2013: HK$18,002,000) and utilized (ii) bank borrowings of nil (31 December 2013: HK$543,000) in relation to discounted export bills negotiated during the relevant period.

Most of the bank borrowing is charged at inter-bank offer rate plus a spread in the countries where the Company's subsidiaries are operating in.

Most of the assets and liabilities in the Group were mainly denominated in US dollars, HK dollars, Canadian dollars, Euro and Renminbi.

Contingent Liabilities

As at 30 June 2014, the Company had guarantees of approximately HK$83,920,000 (31 December 2013: HK$83,920,000) to banks in respect of banking facilities granted to subsidiaries of the Company. The amount utilized by the subsidiaries was approximately HK$3,147,000 (31 December 2013: HK$25,457,000).

Employee and Remuneration Policies

As at 30 June 2014, the Group employs a total of 650 employees. Employees are remunerated based on performance, experience and industry practice. Performance related bonuses are granted on discretionary basis. Other employee benefits included fund, insurance and medical cover.

INTERIM DIVIDEND

The Board does not recommend payment of any interim dividend for the six months ended 30 June 2014 (2013: Nil)

COPORATE GOVERNANCE AND OTHER INFORMATION

The Company has complied with the Corporate Governance Code and Corporate Governance Report (the "GC Code") as set out in Appendix 14 to the Listing Rules throughout the six months ended 30 June 2014, with deviations from code provisions A.2.1 and A.4.2 of the GC Code in respect of the separate roles of chairman and chief executive officer, and rotation of directors.

Code Provision A.2.1

Under the code A.2.1, the roles of chairman and chief executive officer should be separate and should not be performed by the same individual.

The Company does not at present have any officer with the title of Chief Executive Officer ("CEO"), but instead the duties of a CEO are performed by the Managing Director ("MD"). The Company does not have a separate Chairman and MD and Mr. Lam Kwok Hing currently holds both positions. The Board believes that vesting the roles of both Chairman and MD in the same person provides the Group with strong and consistent leadership and allows for more effective planning and execution of long-term business strategies. In addition, through the supervision of the Board which comprised of three independent non-executive directors, representing more than half of the Board, the interests of the shareholders are adequately and fairly represented.

Code Provision A.4.2

Under the code A.4.2, every Director, including those appointed for a specific term, should be subject to retirement by rotation at least once every three years.

According to Bye-laws of the Company, the Chairman or MD is not subject to retirement by rotation or taken into account on determining the number of directors to retire. This constitutes a deviation from code provision A.4.2 of the GC Code. As continuation is a key factor to the successful implementation of any long term business plans, the Board believes, together with the reasons for deviation from code provision A.2.1, that the present arrangement is most beneficial to the Company and the shareholders as a whole.

AUDIT COMMITTEE

The Audit Committee comprises three independent non-executive directors, Mr. Cheung Kin Wai, Mr. Kwan Wang Wai, Alan and Mr. Ng Chi Kin, David. The Audit Committee has reviewed with the management of the Company the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters.

The international auditor of the Company, Messrs. Deloitte Touche Tohmatsu have reviewed the financial statements for the period under review and have issued a report on review of interim financial information. In accordance with the requirements of paragraph 39 of Appendix 16 of the Listing Rules, the Audit Committee has reviewed together with management the accounting principles and practices adopted by the Company and discussed auditing, internal control and financial report matters including the review of the unaudited interim financial statements for the six months ended 30 June 2014.

REMUNERATION COMMITTEE

The remuneration committee of the Company (the "Remuneration Committee") is composed of three Directors, namely Messrs. Nam Kwok Lun, Kwan Wang Wai Alan and Ng Chi Kin David. The principal functions of the Remuneration Committee include determining the policy for the remuneration of executive directors, assessing performance of executive directors and approving the terms of executive directors' service contracts; making recommendations to the Board on the Company's policy and structure for all remuneration of directors and senior management and on the establishment of a formal and transparent procedure for developing policy on such remuneration and to place recommendations before the Board concerning the total remuneration and/or benefits granted to the Directors from time to time.

NOMINATON COMMITTEE

The nomination committee of the Company (the "Nomination Committee") is composed of three Directors, namely Messrs. Lam Kwok Hing, Cheung Kin Wai and Ng Chi Kin David. The principal functions of the Nomination Committee include reviewing the structure, size and composition of the Board, making recommendations on any proposed changes to the Board to complement the Company's corporate strategy, identifying and nominating qualified individuals for appointment as additional directors or to fill Board vacancies as and when they arise.

MODEL CODE FOR SECURITIES TRANSACTION BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Companies (the "Model Code") set out in Appendix 10 to the Listing Rules. Upon enquiry by the Company, all directors of the Company have confirmed that they have complied with the required standard set out in the Model Code throughout the six months ended 30 June 2014.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES OF THE COMPANY

Neither the Company nor any of its subsidiaries purchased, sold or redeemed any of the Company's listed securities during the six months ended 30 June 2014.

PUBLICATION OF INTERIM REPORT

This interim results announcement is published on the websites of the Stock Exchange (http://www.hkex.com.hk) and the Company (http://www.atnt.biz). The interim report of the Company for the six months ended 30 June 2014 containing all the information required by the Listing Rules will be despatched to shareholders of the Company and made available for review on the same websites in due course.

By Order of the Board
Asia Tele-Net and Technology Corporation Limited
Lam Kwok Hing
Chairman & Managing Director

Hong Kong, 29 August 2014

As at the date of this announcement, the executive directors of the Company are Messrs. Lam Kwok Hing and Nam Kwok Lun, and the independent non-executive directors are Messrs. Cheung Kin Wai, Kwan Wang Wai, Alan and Ng Chi Kin, David.