



Gemalto Enables Commercial Mobile NFC Transport and Payment Roll-out in Hong Kong

PCCW-HKT, leading Hong Kong mobile operator, deploys FeliCa on Octopus Mobile SIM as next generation mobile wallet, towards leadership in contactless services in smart cities

Amsterdam, October 14, 2013 – Gemalto (Euronext NL0000400653 GTO), the world leader in digital security, announces it has worked with PCCW-HKT, one of Hong Kong's major mobile network operators and Octopus Cards Limited (OCL), a leading contactless smartcard payment service provider in the world, to bring the security and convenience of mobile NFC ticketing to its subscribers, as well as a number of additional value added NFC services. Gemalto's <u>UpTeq™ multi tenant NFC SIM¹</u> will enable PCCW-HKT subscribers to load the Octopus payment functions onto their mobile NFC device for payment in Hong Kong's public transportation and retail services, as well as other purposes such as Octopus access control and loyalty applications.

With more than 23 million Octopus cards in circulation, Octopus delivers a broad range of micro payment services to 95% of Hong Kong's population. The Octopus Mobile Payment Service is the world's first commercial SIM-based implementation and deployment of the FeliCa application on NFC SIMs. FeliCa is a multi-purpose technology originally developed for payment and transportation applications in Japan, in an effort led by Sony and NTT DoCoMo. It is today broadly used in Japan, and in other countries particularly Hong Kong.

The mobile NFC ticketing service allows commuters to pay for journeys on all of Hong Kong's public transport systems, including the metro, rail, bus, ferry, coach and tram, as well as paying for fares on minibuses and taxis that accept Octopus. Using their selected and tested Sony NFC-enabled smartphones as an e-purse, commuters will be able to top up their Octopus Mobile SIM via any of the Octopus readers in Hong Kong. In addition, users can conveniently pay overthe-counter at retail shops, food and beverages outlets, as well as purchase entrance tickets at selected entertainment venues. Drivers will also able to pay for their parking using their mobile NFC phones.

Mr. Alex Arena, Group Managing Director of PCCW-HKT, said: "Our cooperation with OCL to provide Octopus mobile payment service integrating NFC technology, which is the first such service in Hong Kong, is another example of HKT's efforts to enrich the lifestyle of our customers, who can now enjoy convenient, effective, and secure mobile payment under Octopus' extensive transport and retail coverage all over Hong Kong."

"Hong Kong has the second highest population density in the world and also one of the most developed multimodal public transport networks," Mr. Sunny Cheung, CEO of Octopus Cards Ltd., said. "We are pleased with the rollout of Hong Kong's first Octopus Mobile Payment Service using designated NFC smartphones on transport infrastructure as a key to shifting consumer behavior towards the widespread use of mobile contactless services, and towards providing an additional, simple and attractive usage method of our public transportation system by local users."

"The mobile wallet offers daily commuters yet another convenient option for mass transit usage and payment, complementing the well-known and so popular Octopus contactless card success," added Michael Au, Senior Vice-President of Telecommunications at Gemalto Asia. "In addition to our NFC expertise, we are also bringing here our global experience in public transport, having deployed multi-application contactless transport cards in over 30 large and megacities, servicing many millions of inhabitants worldwide every day. This first commercial implementation of the FeliCa

application on NFC SIMs will open up new business opportunities outside of Hong Kong and I look forward to seeing transport services act as a catalyst that boosts NFC adoption amongst consumers globally and provides the associated reward to the leading transport, mobile and payment operators who deploy it first."

¹ Gemalto's *UpTeq* range of high end SIM has been designed to securely host multiple value added applications on the card. LTE account activation, contactless payment or transport applications can be deployed by MNOs and service providers in an independent way, each of them acting as a "tenant" and managing personalization and life-cycle of its application. The card becomes a "multi-tenancy" environment where multiple service providers share the same vault, but each has its own secure space.

About Gemalto

Gemalto (Euronext NL0000400653 GTO) is the world leader in <u>digital security</u> with 2012 annual revenues of €2.2 billion and more than 10,000 employees operating out of 83 offices and 13 Research & Development centers, located in 43 countries.

We are at the heart of the rapidly evolving digital society. Billions of people worldwide increasingly want the freedom to communicate, travel, shop, bank, entertain and work – anytime, everywhere – in ways that are enjoyable and safe. Gemalto delivers on their expanding needs for personal mobile services, payment security, authenticated cloud access, identity and privacy protection, eHealthcare and eGovernment efficiency, convenient ticketing and dependable machine-to-machine (M2M) applications. We develop secure embedded software and secure products which we design and personalize. Our platforms and services manage these products, the confidential data they contain and the trusted enduser services made possible.

Our innovations enable our clients to offer trusted and convenient digital services to billions of individuals. Gemalto thrives with the growing number of people using its solutions to interact with the digital and wireless world.

For more information visit <u>www.gemalto.com</u>, <u>www.justaskgemalto.com</u>, <u>blog.gemalto.com</u>, or follow <u>@gemalto</u> on Twitter.

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