China Communication Telecom Services Company Limited
神通電信服務有限公司
(於開曼群島註冊成立之有限公司)
(股份編號: 8206)

POSITIVE PROFIT ALERT

This announcement is made pursuant to Rule 17.10 of the GEM Listing Rule.

The Board wishes to inform the Shareholders and potential investors that based on a preliminary assessment on the Management Accounts, it is expected that a profit will be recorded in the Management Accounts for the year ended 31 March 2012 as compared to a loss for the year ended 31 March 2011.

The information as contained in this announcement is only the preliminary assessment by the Company based on the Management Accounts which has not been confirmed nor audited by the Company's auditors.

Shareholders and potential investors should exercise caution when dealing in the shares of the Company.

This announcement is made by the board (the "**Board**") of directors (the "**Directors**") of China Communication Telecom Services Company Limited (the "**Company**") and its subsidiaries (collectively referred to as the "**Group**") pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the Growth Enterprise Market (the "**GEM Listing Rules**") of The Stock Exchange of Hong Kong Limited.

The Group is principally engaged in the provision of promotion and management services for an electronic smart card "Shentong Card" in the People's Republic of China.

The Board wishes to inform the shareholders of the Company (the **"Shareholders"**) and potential investors that benefited by the gain on disposal of a subsidiary, the Board expects that a profit will be recorded in the unaudited consolidated management accounts of the Group for the year ended 31 March 2012 (the "**Management Accounts**") as compared to a loss for the year ended 31 March 2011.

The Company is still in the process of finalizing the Group's results' for the year ended 31 March 2012. The information as contained in this announcement is only the preliminary assessment by the Company based on the Management Accounts which has not been confirmed nor audited by the Company's auditors.

Shareholders and potential investors of the Company should read the results announcement of the Company for the year ended 31 March 2012 which is expected to be published on 21 June 2012.

Shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company.

By Order of the Board
China Communication Telecom Services Company Limited
He Chenguang
Chairman

Hong Kong, 12 June 2012

As at the date of this announcement, the executive Directors of the Company are Mr. He Chenguang, Mr. Xiao Haiping and Mr. Zhang Peng and the independent non-executive Directors are Mr. Yip Tai Him, Ms. Cao Huifang and Ms. Liu Hong.

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market (the "**GEM**") of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

This announcement will remain at www.hkgem.com on the "Latest Company Announcements" page of the GEM website for at least 7 days from the date of its posting and on the website of the Group at www.ccpi.com.hk.