China Communication Telecom Services Company Limited
神通電信服務有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 8206)

RESIGNATION OF DIRECTOR

The Board hereby announces that Mr. Xiao Haiping, currently an executive Director, has been re-designated as non-executive Director of the Company with effect from 1 September 2012.

The board (the "**Board**") of directors (each a "**Director**") of China Communication Telecom Services Company Limited (the "**Company**") hereby announces that Mr. Xiao Haiping ("**Mr. Xiao**"), currently an executive Director of the Board, has been re-designated as non-executive Director of the Company with effect from 1 September 2012.

Mr. Xiao, aged 60, joined the Group in January 2006. Mr. Xiao is responsible for the Group's overall business development in China. Mr. Xiao holds a professional tertiary qualification from Hunan Normal University, China, majoring in Chinese language. Prior to joining the Group in January 2006, Mr. Xiao has over 20 years' experience in the banking sector of China and extensive experience in various aspects such as strategic investment, project assessment, corporate governance, risk assessment and risk controls, and has in-depth knowledge in merchant banking and capital management.

Mr. Xiao has entered into a service agreement with the Company (the "**Service Agreement**") for a term of two years. His employment under the Service Agreement will commence with effect from 1 September 2012 and shall continue until 31 August 2014, subject to termination by either party to the contract serving written notice to the other to terminate such employment to take effect three months from the date of service of such notice.

Mr. Xiao does not have any relationship with any Directors, senior management, management shareholders, substantial shareholders or controlling shareholders of the Company. As at the date of this announcement, Mr. Xiao is interested in 1,000,000 shares of the Company, representing approximately 0.08% of the total issued shares of the Company pursuant to Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong). Mr. Xiao has not held any directorship in any listed public company in the last three years. The amount of director's emoluments specified in his Service Agreement with the Company is HK$120,000 per annum subject to the review of the Board from time to time. The directors' emoluments are determined by reference to the Company's performance, remuneration benchmark in the industry and the prevailing market conditions.

Save as disclosed above, neither the Board nor Mr. Xiao is aware of any matters which need to be brought to the attention of the shareholders of the Company and there is no information which is discloseable pursuant to any of the requirements set out in Rule 17.50(2)(h) to (v) of the Rules Governing the Listing of Securities on the Growth Enterprises Market (the "**GEM**") of The Stock Exchange of Hong Kong Limited (the "**GEM Listing Rules**").

By Order of the Board
CHINA COMMUNICATION TELECOM SERVICES COMPANY LIMITED
He Chenguang
Chairman

Hong Kong, 1 September 2012

As at the date of this announcement, the executive Directors are Mr. He Chenguang and Mr. Zhang Peng, the non-executive Director is Mr. Xiao Haiping 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 GEM Listing Rules 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.*