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)

(1) COMPLETION OF THE SUBSCRIPTIONS AND (2) COMPLETION OF VERY SUBSTANTIAL ACQUISITION AND CONNECTED TRANSACTION IN RELATION TO ACQUISITION OF THE TARGET GROUP

The Board is pleased to announce that completion of the Subscriptions took place on 16 May 2016. Listing of, and permission to deal in, the Aggregate Subscription Shares has been granted by the Stock Exchange.

In addition, the Board is pleased to announce that completion of the Acquisition took place on 16 May 2016 in accordance with the terms and conditions of the Sale and Purchase Agreement.

Reference is made to the circular of the Company dated 31 December 2015 in relation to, among other things, the Acquisition and the proposed grant of the Specific Mandates (the "**Circular**") and the announcement of the Company dated 16 February 2016 in relation to the poll results of the EGM and the announcement of the Company dated 3 May 2016 in relation to, among other things, the Subscriptions (together, the "**Announcements**").

Capitalised terms used in this announcement shall have the same meanings as those defined in the Circular and the Announcements unless otherwise defined herein or the context otherwise requires.

1. COMPLETION OF THE SUBSCRIPTIONS

The Board is pleased to announce that completion of the Subscriptions took place on 16 May 2016.

Completion of the CCI Subscription Agreement

The Board is pleased to announce that all conditions for completion of the subscription by CCI for the CCI Subscription Shares under the CCI Subscription Agreement have been fulfilled and completion of the CCI Subscription Agreement took place on 16 May 2016 whereby the CCI Subscription Shares, being 100,000,000 new Shares, were allotted and issued by the Company to CCI at the Subscription Price of HK$0.50 per CCI Subscription Share.

Completion of the Investor Subscription Agreements

The Board is also pleased to announce that all conditions for completion of the subscription by the relevant Investor for the relevant Investor Subscription Shares under each of the Investor Subscription Agreements have been fulfilled and completion of each of the Investor Subscription Agreements took place on 16 May 2016 whereby the Investor Subscription Shares, being an aggregate of 261,000,000 new Shares, were allotted and issued by the Company to the Investors at the Subscription Price of HK$0.50 per Investor Subscription Share. None of the Investors have become a substantial shareholder immediately following completion of the issue of the Investor Subscription Shares to the Investors.

Listing of the Aggregate Subscription Shares

Application has been made to the Stock Exchange and the Stock Exchange has granted the approval for the listing of, and permission to deal in, the Aggregate Subscription Shares.

Effect on the Shareholding Structure of the Company

To the best of the Directors' knowledge, information and belief after having made all reasonable enquiries, the shareholding structure of the Company immediately before and after the completion of the Subscriptions are set out below:

Shareholders	**Immediately before completion of the Subscriptions**		**Immediately after completion of the Subscriptions**	
	Number of Shares	*Approximate %*	*Number of Shares*	*Approximate %*
Core connected persons (as defined under the GEM Listing Rules)				
Controlling Shareholder				
CCI	356,542,000	27.54%	456,542,000	27.57%
Director				
Bao Yueqing	2,844,000	0.22%	2,844,000	0.17%
Substantial Shareholder				
Yang Shao Hui	209,032,256	16.15%	209,032,256	12.63%
Subtotal	568,418,256	43.90%	668,418,256	40.37%
Public Shareholders				
Investors				
Wong Tseng Hon	—	—%	100,000,000	6.04%
Wu Hong	18,225,000	1.41%	78,225,000	4.72%
Chen Zhonglin	10,000,000	0.77%	70,000,000	4.23%
Richard Wong	—	—%	5,000,000	0.30%
Li Kwan Kim	80,000	0.01%	10,080,000	0.61%
Hui Mara	—	—%	26,000,000	1.57%
Other Shareholders	697,973,761	53.91%	697,973,761	42.16%
Subtotal	726,278,761	56.10%	987,278,761	59.63%
Total	1,294,697,017	100.00%	1,655,697,017	100.00%

2. COMPLETION OF VERY SUBSTANTIAL ACQUISITION AND CONNECTED TRANSACTION IN RELATION TO ACQUISITION OF THE TARGET GROUP

The Board is pleased to announce that all conditions precedent to the Acquisition Completion have been satisfied and completion of the Acquisition took place on 16 May 2016. As a result of the Acquisition Completion, the Target Company has become a wholly-owned subsidiary of the Company and the financial results of the Target Group will be consolidated into the financial results of the Company.

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

Hong Kong, 16 May 2016

As at the date of this announcement, the executive Directors are Mr. He Chenguang and Mr. Bao Yueqing and the independent non-executive Directors are Mr. Yip Tai Him, Ms. Han Liqun and Ms. Zhang Li.

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.

Any discrepancies in any table between totals and sums of amounts listed herein are due to rounding.