The Stock Exchange of Hong Kong Limited (the "Stock Exchange") takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

CCT TELECOM HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

CLARIFICATION ANNOUNCEMENT

This is to clarify certain contents of press articles published on 20 July 2003 and 21 July 2003 respectively regarding the inquiries by the ICAC.

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been suspended from 9:30 a.m. on 21 July 2003 pending the release of this announcement. Application has been made by the Company to the Stock Exchange for the resumption of trading in the shares of the Company on the Stock Exchange with effect from 9:30 a.m. on 23 July 2003.

This announcement is made by CCT Telecom Holdings Limited (the "Company") to clarify certain contents of press articles published on 20 July 2003 and 21 July 2003 respectively regarding the inquiries by the Independent Commission Against Corruption ("ICAC") regarding the suspected offering of benefits to certain employees of a securities company and the suspected market manipulation.

The board of directors of the Company (the "Board") confirms that:-

(i) based on the latest management accounts of the Company, the Board is of the view that the Company is financially sound, the inquiries are unrelated to the Company and its subsidiaries and the day-to-day operations of the Company have not been affected.

(ii) Mr. Mak Shiu Tong Clement, the chairman and an executive director of the Company, and Mr. Tung Shuk Lun Maximilian, the general counsel of the Company, are currently involved in the ICAC's inquiries but no employee or officer of the Company was charged. Both of them have resumed duty after the inquiries.

Save as disclosed above, the Board is not aware of any matter discloseable under the general obligation imposed by paragraph 2 of the Listing Agreement, which is or may be of a price sensitive nature. The Company will make further announcement in this respect as and when necessary.

The Board also refers to the Company's announcement on 18 June 2003 made pursuant to paragraph 39.2 of the Listing Agreement and wishes to confirm that the statement made on 18 June 2003 was accurate at the relevant time.

At the request of the Company, trading in the shares of the Company on the Stock Exchange has been suspended from 9:30 a.m. on 21 July 2003 pending the release of this announcement. Application has been made by the Company to the Stock Exchange for the resumption of trading in the shares of the Company on the Stock Exchange with effect from 9:30 a.m. on 23 July 2003.

Made by the order of the Board of the Company, the directors of which individually and jointly accept responsibility for the accuracy of this statement.

By Order of the Board of
CCT TELECOM HOLDINGS LIMITED
Tam Ngai Hung Terry
Director

Hong Kong, 22 July 2003