CCT TELECOM HOLDINGS LIMITED
(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)
(Stock Code: 138)

CCT TECH INTERNATIONAL LIMITED
(Incorporated in Bermuda with limited liability)
(Stock Code: 261)

MAJOR DISPOSAL TRANSACTION OF CCT TELECOM HOLDINGS LIMITED

SALE OF SHARES OF CCT TECH INTERNATIONAL LIMITED BY CCT TELECOM HOLDINGS LIMITED

AND

POSSIBLE MAJOR ACQUISITION TRANSACTION OF CCT TELECOM HOLDINGS LIMITED

POSSIBLE ACQUISITION OF SHARES OF CCT TECH INTERNATIONAL LIMITED UPON EXERCISE OF THE OPTIONS GRANTED BY CCT TELECOM HOLDINGS LIMITED

IDENTIFICATION OF THE THIRD PARTY INVESTORS

AND

STATUS OF FULFILLMENT OF THE CONDITIONS

Deutsche Bank has identified to the satisfaction of CCT Telecom three Third Party Investors which have agreed to purchase the Second Sale Shares upon Completion.

The ordinary resolution to approve the Transaction was passed by the CCT Telecom Shareholders at the special general meeting of CCT Telecom held on 27 April 2006. Conditions (a), (d) and (e) have been fulfilled.

Reference is made to the joint announcement dated 13 February 2006 issued by CCT Telecom and CCT Tech regarding the disapproval of the scheme of arrangement to privatise CCT Tech at the Court Meeting held on 13 February 2006 and the joint announcements dated 13 March 2006 and 12 April 2006 issued by CCT Telecom and CCT Tech regarding the applications for the waiver of restoration of the public float of CCT Tech. Reference is also made to the joint announcement dated 21 March 2006 (the "**Joint Announcement**") issued by CCT Telecom and CCT Tech regarding the major disposal transaction in respect of the sale of the CCT Tech Shares by CCT Telecom and the possible major acquisition transaction of CCT Telecom. Terms adopted herein shall have the same meanings as defined in the Joint Announcement, unless stated otherwise.

IDENTIFICATION OF THE THIRD PARTY INVESTORS

Deutsche Bank has identified to the satisfaction of CCT Telecom three Third Party Investors which have agreed to purchase the following number of the Second Sale Shares upon Completion:

Third Party Investors	No. of the Second Sale Shares to be purchased	% of the enlarged issued share capital of CCT Tech upon Completion
Third Party Investor A	3,211,913,000	4.99%
Third Party Investor B	2,078,912,151	3.23%
Third Party Investor C	2,078,912,150	3.23%

The principal business of each of the Third Party Investors is fund management or advisory business. Each of the Third Party Investors will purchase the number of the Second Sale Shares to which they agreed to purchase for the funds under their respective management. Each of the Third Party Investors will hold less than 5% of the enlarged issued share capital of CCT Tech immediately upon Completion.

INDEPENDENCE OF THE THIRD PARTY INVESTORS

The boards of directors of CCT Telecom and CCT Tech respectively confirm that to the best of their knowledge, information and belief, having made all reasonable enquiry, the Third Party Investors and their respective beneficial owner(s) are third parties independent of and not connected with Jade Assets, CCT Telecom, CCT Tech, Deutsche Bank, the directors, chief executive or substantial shareholders of each of Jade Assets, CCT Telecom, CCT Tech and Deutsche Bank and/or their respective subsidiaries or any of their respective associates and the Third Party Investors are also independent of each other.

CONDITIONS

The ordinary resolution to approve the execution of the S&P Agreement and the Put Agreement, the sale of the Sale Shares pursuant to the S&P Agreement and the possible acquisition of the Sale Shares by CCT Telecom from Deutsche Bank upon the exercise of the Options pursuant to the terms of the Put Agreement was passed by the CCT Telecom Shareholders at the special general meeting of CCT Telecom held on 27 April 2006.

As at the date of this announcement, Conditions (a), (d) and (e) have been fulfilled. Conditions (b), (c) and (f) have not yet been fulfilled or fully fulfilled or waived (where applicable) as at the date of this announcement. CCT Telecom and CCT Tech will make further announcement(s) when the sale of the Sale Shares to Deutsche Bank and the Third Party Investors has been completed.

EFFECT OF COMPLETION ON THE SHAREHOLDING STRUCTURE OF CCT TECH

The following table summarises the effect of Completion on the shareholding structure of CCT Tech:

	As at the date of this announcement and before exercise of the 2007 CN and the 2008 CN		Immediately after exercise of the 2007 CN and the 2008 CN		Immediately after Completion	
	Number of the CCT Tech Shares	%	Number of the CCT Tech Shares	%	Number of the CCT Tech Shares	%
The CCT Telecom Group						
CCT Assets Management Limited	1,350,000,000	8.47	1,350,000,000	2.10	1,350,000,000	2.10
Jade Assets	9,707,179,696	60.91	58,135,751,124	90.32	44,335,751,124	68.87
Expert Success International Limited	1,350,000,000	8.47	1,350,000,000	2.10	1,350,000,000	2.10
Noble Team Investments Limited	1,000,000,000	6.27	1,000,000,000	1.55	1,000,000,000	1.55
Subtotal of the CCT Telecom Group	**13,407,179,696**	**84.12**	**61,835,751,124**	**96.07**	**48,035,751,124**	**74.62**
Public CCT Tech Shareholders						
Deutsche Bank	0	0.00	0	0.00	6,430,262,699	9.99
Third Party Investor A	0	0.00	0	0.00	3,211,913,000	4.99
Third Party Investor B	0	0.00	0	0.00	2,078,912,151	3.23
Third Party Investor C	0	0.00	0	0.00	2,078,912,150	3.23
Other public CCT Tech Shareholders	2,531,242,866	15.88	2,531,242,866	3.93	2,531,242,866	3.94
Total public CCT Tech Shareholders	**2,531,242,866**	**15.88**	**2,531,242,866**	**3.93**	**16,331,242,866**	**25.38**
Total	**15,938,422,562**	**100.00**	**64,366,993,990**	**100.00**	**64,366,993,990**	**100.00**

PUBLIC FLOAT OF CCT TECH

Subject to the fulfillment or waiver (as the case may be) of the Conditions (b), (c) and (f), the public float of CCT Tech will be restored from approximately 15.88% to approximately 25.38% upon Completion.

CAUTION IN DEALING IN THE CCT TELECOM SHARES AND THE CCT TECH SHARES

The CCT Telecom Shareholders, the CCT Tech Shareholders and the potential investor should be aware that the sale of the Sale Shares is subject to the Conditions and accordingly the S&P Agreement may lapse if those Conditions are not fulfilled or waived or if certain events as elaborated under the paragraph headed "Termination" under the section "Principal terms of the S&P Agreement" of the Joint Announcement occur before Completion. They should therefore exercise caution when dealing in the CCT Telecom Shares and the CCT Tech Shares.

By Order of the Board of
CCT TELECOM HOLDINGS LIMITED
Mak Shiu Tong, Clement
Chairman

By Order of the Board of
CCT TECH INTERNATIONAL LIMITED
Tam Ngai Hung, Terry
Director

Hong Kong, 2 May 2006

As at the date of this announcement, the executive CCT Telecom Directors are Mr. Mak Shiu Tong, Clement, Mr. Tam Ngai Hung, Terry, Ms. Cheng Yuk Ching, Flora and Dr. William Donald Putt and the independent non-executive CCT Telecom Directors are Mr. Samuel Olenick, Mr. Tam King Ching, Kenny and Mr. Lau Ho Man, Edward.

As at the date of this announcement, the executive CCT Tech Directors are Mr. Mak Shiu Tong, Clement, Mr. Tam Ngai Hung, Terry, Ms. Cheng Yuk Ching, Flora, Mr. Tong Chi Hoi and Dr. William Donald Putt and the independent non-executive CCT Tech Directors are Mr. Chow Siu Ngor, Mr. Lau Ho Kit, Ivan and Mr. Chen Li.