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

COMPLETION OF THE S&P AGREEMENT AND RESTORATION OF THE PUBLIC FLOAT OF CCT TECH INTERNATIONAL LIMITED

All the Conditions of the S&P Agreement have been fulfilled or waived.

The 2007 CN and the 2008 CN have been fully converted immediately before Completion. Completion of the S&P Agreement took place on 9 May 2006. Upon Completion, the sale of the Sale Shares to Deutsche Bank and the three Third Party Investors has been completed and the Put Agreement has become effective.

Upon Completion, the public float of CCT Tech has been restored from approximately 15.88% to approximately 25.37%. The interest of the CCT Telecom Group in CCT Tech has been reduced from 84.12% to 74.63% upon Completion. Deutsche Bank and the three Third Party Investors have held in total approximately 21.44% in CCT Tech upon Completion.

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 respectively 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 and the joint announcement dated 2 May 2006 issued by CCT Telecom and CCT Tech regarding the identification of the Third Party Investors and the status of the fulfillment of the Conditions. Terms adopted herein shall have the same meanings as defined in the Joint Announcement, unless stated otherwise.

COMPLETION

As at the date of this announcement, Conditions (a) to (e) have been fulfilled and Condition (f) has been waived. Immediately before Completion, Jade Assets has converted the 2007 CN and the 2008 CN in full into 48,428,571,428 new CCT Tech Shares. Completion of the S&P Agreement took place on 9 May 2006 and upon Completion, the sale of the Sale Shares to Deutsche Bank and the three Third Party Investors pursuant to the terms of the S&P Agreement has been completed and the Put Agreement has become effective.

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:

	Before full conversion of the 2007 CN and the 2008 CN		**Immediately after full conversion 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	68.88
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**	**74.63**
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	3.93
Total public CCT Tech Shareholders	**2,531,242,866**	**15.88**	**2,531,242,866**	**3.93**	**16,331,242,866**	**25.37**
Total	**15,938,422,562**	**100.00**	**64,366,993,990**	**100.00**	**64,366,993,990**	**100.00**

PUBLIC FLOAT OF CCT TECH

Upon Completion, the public float of CCT Tech has been restored from approximately 15.88% to approximately 25.37%. The interest of the CCT Telecom Group in CCT Tech has been reduced from 84.12% to 74.63% upon Completion. Deutsche Bank and the three Third Party Investors have held in total approximately 21.44% in CCT Tech upon Completion.

After full conversion of the 2007 CN and the 2008 CN, the capital base of CCT Tech has broadened and CCT Tech has been relieved of the annual interest payable in the approximate amount of HK$60 million on the 2008 CN as well as the principal repayment that would have been arisen on the maturity of the 2007 CN and the 2008 CN. The financial position of the CCT Tech Group has been improved. With Deutsche Bank and three institutional investors as the CCT Tech Shareholders, the investor profile of CCT Tech has been strengthened and become more diversified.

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, 9 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.