CCT TELECOM HOLDINGS LIMITED

(Incorporated in the Cayman Islands and continued in Bermuda with limited liability)

(Stock Code: 138)

RESULTS WARNING

The Board wishes to inform the shareholders of the Company and the investors that the Group's performance for the six months ending 30 June 2007 are expected to be adversely affected. The Board expects that the results of the Group for the six months ending 30 June 2007 will likely to be substantially worse than that for the six months ended 30 June 2006.

Shareholders of the Company and the investors are advised to exercise caution when dealing in the shares of the Company.

The board of directors (the "**Board**") of CCT Telecom Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") wishes to inform the shareholders of the Company and the investors that due to the acute shortage of labour in the Guangdong Province, the principal listed subsidiary of the Company, CCT Tech International Limited ("**CCT Tech**" (Stock Code: 261), together with its subsidiaries, the "**CCT Tech Group**"), has not been able to hire and retain enough workers to fulfill all its customers' orders and as a result, the performance of the CCT Tech Group has been adversely affected. The CCT Tech Group will further raise the wages of workers in its Guangdong factories in order to retain and hire additional workers and this will further increase the production costs of the CCT Tech Group. Based on the current circumstances which, the board of directors of CCT Tech expects, cannot be improved in the near future, the board of directors of CCT Tech anticipates that the results of the CCT Tech Group for the six months ending 30 June 2007 are expected to be substantially worse than that for the six months ended 30 June 2006. CCT Tech does not expect the situation will significantly improve in the next three months. The Board of the Company expects that the adverse performance of the CCT Tech Group will in turn adversely affect the results of the Group.

Included in the results of the Group for the six months ended 30 June 2006, there was an one-off gain of HK$316 million arising from the disposal of all the Group's previous equity interest in Haier Electronics Group Co., Ltd.. There is no such gain for the Group in the six months ending 30 June 2007.

Due to the reasons explained above, the Board expects that the results of the Group for the six months ending 30 June 2007 will likely to be substantially worse than those for the six months ended 30 June 2006.

Despite the above situation, the Board considers that the overall operations of the Group as a whole remain sound.

Further details of the Group's performance will be disclosed when the interim results of the Group for the six months ended 30 June 2007 is announced.

Shareholders of the Company and the investors are advised to exercise caution when dealing in the shares of the Company.

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

Hong Kong, 21 May 2007

As at the date of this announcement, the executive directors of the Company 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 directors of the Company are Mr. Samuel Olenick, Mr. Tam King Ching, Kenny and Mr. Lau Ho Man, Edward.

Please also refer to the published version of this announcement in ***The Standard.***