CCT TELECOM HOLDINGS LIMITED

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

(Stock Code: 138)

ANNOUNCEMENT

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

Reference is made to the Previous Announcement. Since the date of the Previous Announcement, the Company has disposed of some of its shares in CCT Tech resulting in an unaudited gain of approximately HK$449 million. The Board would therefore like to inform the shareholders of the Company and the investors that the results warning of the CCT Telecom Group referred to in the Previous Announcement is no longer applicable.

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

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited.

Reference is made to the announcement dated 21 May 2007 (the "**Previous Announcement**") of CCT Telecom Holdings Limited (the "**Company**"). Terms used herein shall have the same meanings as defined in the Previous Announcement unless the context requires otherwise.

During the period from 28 May 2007 to 1 June 2007 (both days inclusive), the Company, through Jade Assets Company Limited (an indirect wholly-owned subsidiary of the Company), sold a total of 15,009,360,000 shares (the "**Shares Sale**") in CCT Tech (stock code: 261) on the stock market at prices ranging from HK$0.044 to HK$0.060 per share in the ordinary course of its securities business, resulting in an unaudited gain of approximately HK$449 million for the Company and its subsidiaries (collectively, the "**CCT Telecom Group**"). After completing the Shares Sale, the CCT Telecom Group holds a 51.3% shareholding interest in CCT Tech. The aforesaid unaudited gain of approximately HK$449 million will be included in the interim results of the CCT Telecom Group for the six months ending 30 June 2007 and this gain will improve the results and financial position of the CCT Telecom Group but not that of the CCT Tech Group.

Despite the adverse performance of the CCT Tech Group as announced by CCT Tech in its announcements dated 21 May 2007 and 22 May 2007 and in light of the aforementioned unaudited gain of approximately HK$449 million, the Board no longer expects the results of the CCT Telecom Group for the six months ending 30 June 2007 to be substantially worse than the results for the six months ended 30 June 2006 as originally mentioned in the Previous Announcement. The Board would therefore like to inform the shareholders of the Company and the investors that the results warning of the CCT Telecom Group referred to in the Previous Announcement is no longer applicable.

This announcement has been made by the order of the Board, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

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, 7 June 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.***