The Stock Exchange of Hong Kong Limited 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 and continued in Bermuda with limited liability)

(Stock Code: 138)

DISCLOSEABLE TRANSACTION
DISPOSAL OF PROPERTY

The Board announces that on 10 October 2007, the Vendor, an indirect wholly-owned subsidiary of the Company, has entered into a binding Provisional Sale and Purchase Agreement with the Purchaser, pursuant to which the Vendor will sell to the Purchaser the Property for a consideration of HK$230,000,000. The Consideration was determined after arm's length negotiation and was based on normal commercial terms.

The Disposal constitutes a discloseable transaction for the Company under the Listing Rules.

A circular containing, amongst others, details of the Provisional Sale and Purchase Agreement and the Disposal will be sent to the Shareholders as soon as practicable.

SUSPENSION OF TRADING

At the request of Company, trading in the Shares was suspended with effect from 12:03 p.m. on 4 October 2007 pending the release of an announcement in relation to a very substantial acquisition of the Group. The trading of the Shares remains suspended at the date of this announcement.

The Board announces that on 10 October 2007, the Vendor, an indirect wholly-owned subsidiary of the Company, entered into the Provisional Sale and Purchase Agreement with the Purchaser in relation to the disposal of the Property for a consideration of HK$230,000,000.

PROVISIONAL SALE AND PURCHASE AGREEMENT

Date: 10 October 2007

Parties: (a) Vendor: Huge Partner Limited, an indirect wholly-owned subsidiary of the Company

(b) Purchaser: China Shipping (Hong Kong) Holdings Co., Limited

To the best of the Directors' knowledge, information and belief, having made all reasonable enquiries, the Purchaser and its ultimate beneficial owner are independent third parties and not connected persons of the Company.

Sale and Purchase:

Pursuant to the Provisional Sale and Purchase Agreement, the Vendor will sell and the Purchaser will purchase the Property upon the terms contained therein. The Vendor and the Purchaser will enter into the Formal Agreement on or before 24 October 2007. The Formal Agreement, which will set out the terms of the Disposal in more details, will supersede the Provisional Sale and Purchase Agreement.

The Property will be sold with vacant possession.

Property:

The property is the whole floor of 32nd Floor, China Merchants Tower, Shun Tak Centre, 168–200 Connaught Road Central, Hong Kong comprising a total gross floor area of approximately 25,800 square feet (or approximately 2,400 square metre), which was acquired by the Vendor in February 1997. The book value of the Property as at 31 December 2006 according to the audited financial statements of the Vendor for the year ended 31 December 2006 was HK$193,800,000, which is same as the value of the Property as at 31 December 2006 assessed by Grant Sherman. The value of the Property as at 31 December 2006 assessed by Grant Sherman was based on the market value which was the estimated amount for which the property should exchange on the date of valuation between a willing buyer and a willing seller in an arm's length transaction after proper marketing wherein the parties had each acted knowledgeably, prudently and without compulsion. Based on such carrying value of HK$193,800,000, an unaudited gain of approximately HK$36,200,000 (before deducting relevant expenses) representing the difference between the Consideration and the carrying value of the Property is expected to accrue to the Group upon Completion.

The Property is vacant and the Property did not generate any income for the year ended 31 December 2006.

Consideration:

The Consideration is HK$230,000,000, payable in cash.

The Consideration was determined after arm's length negotiation by reference to the prevailing market price of nearby properties.

The Directors (including the independent non-executive Directors) believe that the Consideration is fair and reasonable and in the interests of the Shareholders as a whole.

Terms of Payments:

(a) an initial deposit of HK$11,500,000 has been received by the Vendor from the Purchaser upon the signing of the Provisional Sale and Purchase Agreement;

(b) a further deposit of HK$11,500,000 will be paid by the Purchaser to the Vendor on or before 24 October 2007; and

(c) the balance of the Consideration of HK$207,000,000 will be paid by the Purchaser to the Vendor upon completion of the Disposal on or before 23 November 2007.

Completion:

Completion of the sale and purchase of the Property will take place on or before 23 November 2007.

There is no condition imposed on the transaction other than for the Vendor to show and the Purchaser to be satisfied of good title over the Property.

REASON FOR THE DISPOSAL

Taking into account of the recent prevailing property market conditions in commercial properties and the overall economy in Hong Kong, the Board is of the opinion that the Disposal provides a good opportunity for the Group to realise the Property at an estimated unaudited gain of approximately HK$36,200,000.

The proceeds from the Disposal will firstly be applied to repay the related mortgage loan in full and the balance will be applied for the Group's working capital. The outstanding balance of the mortgage loan of the Group in respect of the Property amounted to approximately HK$56,400,000 as at 10 October 2007. The Board considers that the Disposal would improve the financial and cash position of the Group.

The Directors (including the independent non-executive Directors) consider that the terms of the Provisional Sale and Purchase Agreement and the Disposal are on normal commercial terms, fair and reasonable and in the interests of the Company and the Shareholders as a whole.

GENERAL

The Group is principally engaged in (i) the manufacture, sale, design and development of telecom products and electronic products; (ii) the manufacture of power supply and plastic components; (iii) the manufacture and sale of baby products; (iv) securities business; (v) properties investment and development; and (vi) provision of e-commerce service.

China Shipping (Hong Kong) Holdings Co., Limited, to the best of the Directors' knowledge, is principally engaged in shipping business.

The Disposal constitutes a discloseable transaction for the Company under the Listing Rules.

A circular containing, amongst others, details of the Provisional Sale and Purchase Agreement and the Disposal will be sent to the Shareholders as soon as practicable.

SUSPENSION OF TRADING

At the request of the Company, trading in the Shares was suspended with effect from 12:03 p.m. on 4 October 2007 pending the release of an announcement in relation to a very substantial acquisition of the Group. The trading of the Shares remains suspended at the date of this announcement.

DEFINITIONS

In this announcement, the following expressions have the following meanings, unless the context otherwise requires:

"Board"	the board of the Directors;
"Company"	CCT Telecom Holdings Limited, a company incorporated in the Cayman Islands and continued in Bermuda with limited liability whose shares are listed on the main board of the Stock Exchange;
"connected person"	has the same meaning ascribed to it under the Listing Rules;
"Consideration"	the consideration of HK$230,000,000 for the Property;
"Director(s)"	the director(s) of the Company;
"Disposal"	the disposal of the Property by the Vendor to the Purchaser;
"Formal Agreement"	the formal sale and purchase agreement to be entered into between the Vendor and the Purchaser in relation to the sale and purchase of the Property;
"Grant Sherman"	Grant Sherman Appraisal Limited, an independent valuer for properties;
"Group"	the Company and its subsidiaries from time to time;
"HK$"	Hong Kong dollars, the lawful currency of Hong Kong;
"Hong Kong"	the Hong Kong Special Administrative Region of the People's Republic of China;
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange;
"Property"	whole floor of the 32nd Floor, China Merchants Tower, Shun Tak Centre, 168–200 Connaught Road Central, Hong Kong;

"Provisional Sale and Purchase Agreement"	the provisional sale and purchase agreement dated 10 October 2007 entered into between the Purchaser and the Vendor in relation to the sale and purchase of the Property;
"Purchaser"	China Shipping (Hong Kong) Holdings Co., Limited, an independent third party and not a connected person of the Company;
"Share(s)"	the ordinary share(s) of HK$0.10 each in the share capital of the Company;
"Shareholder(s)"	the holder(s) of the Share(s);
"Stock Exchange"	The Stock Exchange of Hong Kong Limited; and
"Vendor"	Huge Partner Limited, an indirect wholly-owned subsidiary of the Company.

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

Hong Kong, 11 October 2007

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

This announcement will be published and remains on the "Latest Listed Company Information" page of the Stock Exchange's website at www.hkex.com.hk for at least seven days from the day of its publication and will be published and remains on the website of the Company at www.cct.com.hk. Notification of this announcement will be published by the Company on The Standard and Hong Kong Economic Times.