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潤 迅 通 信 國 際 有 限 公 司*
China Motion Telecom International Limited
(Incorporated in Bermuda with limited liability)
(Stock Code: 989)

PROFIT WARNING

This announcement is made by the Company pursuant to Rule 13.09(2)(a) of the Listing Rules and Part XIVA of the Securities and Futures Ordinance.

The Board wishes to inform the Shareholders and potential investors that based on a preliminary assessment of the unaudited consolidated management accounts of the Group, it is expected that the Group would record an increase in loss for the six months ended 30 September 2013 as compared with that of the corresponding period in 2012. Further details of the financial status of the Company will be disclosed as and when the unaudited consolidated financial statements of the Company for the six months ended 30 September 2013 are announced by the Company by the end of November 2013.

Shareholders and potential investors should note that the Statement does not meet the standard required by Rule 10 of the Takeovers Code and has not been reported on in accordance with the Takeovers Code, and thus they are advised to exercise caution in placing reliance on the Statement in assessing the merits and demerits of the Offers and/or dealing in the securities of the Company.

This announcement is made by China Motion Telecom International Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and Part XIVA of the Securities and Futures Ordinance, Chapter 571 of the Laws of Hong Kong (the “**Securities and Futures Ordinance**”). References are made to (i) the joint announcement of the Company and Charm Success Group Limited (the “**Offeror**”) dated 10 July 2013 in relation to, among other things, the Offers, the Acquisition, the Possible Continuing Connected Transactions and the Disposal (i.e. the Special Deal) (collectively, the “**Transactions**”); and (ii) the circular of the Company dated 30 September 2013 in relation to, among other things, the Transactions and the Facility (the “**Circular**”). Unless the context requires otherwise, capitalised terms used herein have the same meanings as those defined in the Circular.

* For identification purpose only

The Board wishes to inform the Shareholders and potential investors that based on a preliminary assessment of the unaudited consolidated management accounts of the Group, it is expected that the Group would record an increase in loss for the six months ended 30 September 2013 as compared with that of the corresponding period in 2012 (the “**Statement**”). During the six months ended 30 September 2013, the Group reduced the sales of telecommunication equipment and products with low profit margin. This, together with the decrease in the promotion campaigns initiated by the Shanghai Operator, resulted in a significant decrease in the Group’s turnover whereas the gross profit remained relatively stable. The expected increase in loss for the six months ended 30 September 2013 is mainly attributable to (i) an increase in legal and professional fees incurred for the Transactions; and (ii) the fact that no more income and profits were generated from the mobile communications services business as a result of the disposal of CMTHK in March 2013 under the MVNO Disposal Agreement, but the effects of which are partially offset by the absence of impairment loss of goodwill relating to the Retail Business. The information contained in this announcement is based on the preliminary assessment by the management of the Company with reference to the unaudited consolidated management accounts of the Group which have not yet been reviewed by the auditor of the Company. Further details of the financial status of the Company will be disclosed as and when the unaudited consolidated financial statements of the Company for the six months ended 30 September 2013 are announced by the Company by the end of November 2013.

With the publication of the announcement of the Company dated 10 May 2013 in relation to, among other things, the then Share Agreement, the Acquisition and the Offers, the offer period has commenced since 10 May 2013. Pursuant to Rule 10 of the Takeovers Code, the Statement constitutes a profit forecast and must be reported on by financial advisers and auditor and under Rule 10.4 of the Takeovers Code, their reports (the “**Profit Forecast Reports**”) must be included in the next document addressed to the Shareholders. Taking into account (i) the practical difficulties to include the Profit Forecast Reports in this announcement in terms of the additional time required for the preparation of the Profit Forecast Reports by financial advisers and auditor; and (ii) the requirements of timely disclosures of the inside information under Rule 13.09 of the Listing Rules and Part XIVA of the Securities and Futures Ordinance, the Company will not include the Profit Forecast Reports in this announcement. The Statement will be reported on in compliance with the requirements of the Takeovers Code as soon as practicable and the Profit Forecast Reports will be contained in the composite offer document to be issued by the Offeror and the Company in respect of the Offers.

Shareholders and potential investors should note that the Statement does not meet the standard required by Rule 10 of the Takeovers Code and has not been reported on in accordance with the Takeovers Code, and thus they are advised to exercise caution in placing reliance on the Statement in assessing the merits and demerits of the Offers and/or dealing in the securities of the Company.

By order of the Board
China Motion Telecom International Limited
Ting Pang Wan, Raymond
Chairman

Hong Kong, 24 October 2013

As at the date of this announcement, the executive Directors are Mr. Ting Pang Wan, Raymond and Mr. Ji Zuguang and the independent non-executive Directors are Mr. Sin Ka Man, Mr. Huang An Guo and Ms. Wong Fei Tat.

All Directors jointly and severally accept full responsibility for the accuracy of the information contained in this announcement, and confirm, having made all reasonable enquiries, that to the best of their knowledge, opinions expressed in this announcement have been arrived at after due and careful consideration and there are no other facts not contained in this announcement, the omission of which would make any statement contained in this announcement misleading.