



CHINA RESOURCES PEOPLES TELEPHONE COMPANY LIMITED

(incorporated in Hong Kong with limited liability under the Companies Ordinance)

(Stock Code: 331)

DISCLOSURE PURSUANCE TO RULE 13.18 OF THE LISTING RULES

This announcement is made in compliance with Rule 13.18 of the Listing Rules

This announcement is made in compliance with the disclosure requirements under Rule 13.18 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The Directors of China Resources Peoples Telephone Company Limited (the “Company”) announce that on 5th May 2005, the Company entered into a loan agreement (the “Loan Agreement”) with a bank (the “Bank”) for a thirty (30) months term loan facility (the “Facility”) of up to HK\$150 million to finance the payments of Capital Expenditure (as defined therein) and general working capital requirements of the Company.

The Loan Agreement includes conditions to the effect that China Resources (Holdings) Company Limited (“CRC”), the controlling shareholder of the Company, will at all times remain the single largest shareholder of the Company and that CRC will at all times beneficially own not less than 30% of the issued share capital of the Company. A breach of any of the above conditions will constitute an event of default under the Loan Agreement. If such an event of default occurs, the Bank may (a) declare the Loan (as defined therein), accrued interest and all other sums payable under the Loan Agreement to be, whereupon they shall become, immediately due and payable without further demand, notice of other legal formality of any kind; and/or (b) declare the Facility terminated whereupon the obligation of the Bank to make any Advance under the Loan Agreement shall immediately cease. The Directors confirm that the Loan Agreement is based on normal commercial terms.

The Company will comply with the continuing disclosure requirements under Rule 13.21 of Chapter 13 of the Listing Rules for so long as circumstances giving rise to the disclosure obligation continues to exist.

By Order of the Board
China Resources Peoples Telephone Company Limited
Kong Kin Sing, James
Company Secretary

Hong Kong, 5th May, 2005

As at the date of this announcement, the Board of Directors of the Company comprises:

Chairman & Non-Executive Director

Mr. Jiang Wei

Executive Vice Chairman & Executive Director

Mr. Leung Kai Hung, Michael

Executive Directors

Mr. Henshaw Charles Guy (Chief Executive Officer)

Mr. Wong Man Kwan, Willie

Ms. Wong Leung Ka On, Charlotte

Non-Executive Directors

Dr. Huang Zhi Jian

Mr. Li Fu Zuo

Mr. Sinn Chung Ming, Anthony

Mr. Wu Jun

Mr. Yan Biao

Independent Non-Executive Directors

Professor Chen Kwan Yiu, Edward

Mr. Lam Kwong Yu

Mr. Ma Chiu Cheung, Andrew

Mr. Tan Henry

“Please also refer to the published version of this announcement in the South China Morning Post”