潤迅通信國際有限公司*
China Motion Telecom International Limited
(Incorporated in Bermuda with limited liability)
(Stock Code: 989)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31 MARCH 2008

RESULTS

The board of directors (the "Board") of China Motion Telecom International Limited (the "Company") announces the audited consolidated financial results of the Company and its subsidiaries (collectively, the "Group") for the year ended 31 March 2008 together with the comparative figures for the previous year as follows:

CONSOLIDATED INCOME STATEMENT
Year ended 31 March 2008

	Note	**2008** *HK$'000*	2007 *HK$'000*
Turnover		**659,240**	649,605
Cost of sales and services		**(514,309)**	(505,398)
Gross profit		**144,931**	144,207
Other revenue		**10,188**	13,845
Other net income	*4*	**31,390**	71,240
Distribution costs		**(5,063)**	(3,860)
Administrative expenses		**(137,520)**	(148,270)
Finance costs	*5*	**(3,916)**	(5,403)
Profit before taxation	*6*	**40,010**	71,759
Taxation	*7*	**1,456**	75
Profit for the year		**41,466**	71,834

Attributable to:			
Equity holders of the Company		**41,416**	71,888
Minority interests		**50**	(54)
		41,466	71,834
Dividend	*8*	**-**	-
Earnings per share	*9*		
Basic		**1.76 HK cents**	5.30 HK cents
Diluted		**N/A**	N/A

CONSOLIDATED BALANCE SHEET
As at 31 March 2008

	Note	2008 HK$'000	2007 HK$'000
ASSETS AND LIABILITIES			
Non-current assets			
Investment properties		**204,814**	187,730
Property, plant and equipment		**35,722**	26,930
Premium for land lease		**65,952**	65,106
Other non-current assets		**3,915**	3,739
Intangible assets		**1,899**	3,480
		312,302	286,985
Current assets			
Inventories		**6,801**	6,599
Trade and other receivables	*10*	**98,884**	83,905
Pledged bank deposits		**748**	1,408
Bank balances and cash		**36,949**	21,707
		143,382	113,619
Current liabilities			
Trade and other payables	*11*	**167,529**	154,328
Borrowings due within one year		**28,498**	44,140
Obligations under finance leases		**483**	639
Taxation		**3,813**	5,232
		200,323	204,339
Net current liabilities		**(56,941)**	(90,720)
Total assets less current liabilities		**255,361**	196,265
Non-current liabilities			
Borrowings due after one year		**35,372**	23,325
Obligations under finance leases		**451**	763
		35,823	24,088
NET ASSETS		**219,538**	172,177

CAPITAL AND RESERVES		
Issued capital	**23,505**	23,505
Reserves	**188,937**	141,897
Total capital and reserves attributable to equity holders of the Company	**212,442**	165,402
Minority interests	**7,096**	6,775
TOTAL EQUITY	**219,538**	172,177

Notes :

1. **PREPARATION OF FINANCIAL STATEMENTS**

In preparing the financial statements, the directors have carefully assessed the working capital and financing requirements of the Group in the foreseeable future, as the current liabilities of the Group exceeded its current assets by HK$56,941,000 *(2007: HK$90,720,000)* at the balance sheet date as well as commitments that are payable in the next twelve months as stated in the financial statements.

Taking into account the existing and available banking facilities, cash and bank balances of the Group, the historical payment patterns for the Group's liabilities and continuing profitable operations, the directors are satisfied that the Group has sufficient resources to meet in full its financial obligations as they fall due in the foreseeable future. Accordingly, the financial statements have been prepared on a going concern basis.

2. **APPLICATION OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS**

(1) **Statement of compliance**
These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRS") which collective term includes all individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKAS") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong and the disclosure requirements of the Hong Kong Companies Ordinance. These financial statements also comply with the applicable disclosure provisions of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Listing Rules").

(2) **Change in accounting policies**
In the current year, the Group has applied, for the first time, a number of new standards, amendments and interpretations (the "new HKFRSs") issued by the HKICPA that are relevant to its operations and effective for accounting periods beginning on or after 1 April 2007. A summary of the new HKFRSs is set out below:

HKAS 1 (Amendment)	Presentation of Financial Statements: Capital Disclosures
HKFRS 7	Financial Instruments: Disclosures

The adoption of the above new HKFRSs and HKAS did not result in substantial changes to the Group's accounting policies and did not result in significant impact to the Group's results and financial position for the current and prior periods.

The Group has not early applied the following new standards, amendments or interpretations that have been issued but are not yet effective. The directors of the Company anticipate that the application of these new standards, amendments or interpretations will have no material impact on the results and the financial positions of the Group.

HKAS 1 (Revised)	Presentation of Financial Statements *(Note a)*
HKAS 23 (Revised)	Borrowing Costs *(Note a)*
HKAS 27 (Revised)	Consolidated and Separate Financial Statements *(Note b)*
HKFRS 3 (Revised)	Business Combinations *(Note b)*
HKFRS 8	Operating Segments *(Note a)*

Notes:

a. Effective for annual periods beginning on or after 1 January 2009.

b. Effective for annual periods beginning on or after 1 July 2009.

3. **SEGMENT INFORMATION**

The Group is principally engaged in the provision of international telecommunications services, mobile communications services and distribution and retail sales of telecommunications products and services.

An analysis of the Group's turnover and results for the year by business segments and geographical segments is as follows:

(a) ***Primary reporting format - business segments***

For the year ended 31 March 2008	**International telecommuni-cations services** *HK$'000*	**Mobile communi-cations services** *HK$'000*	**Distribution and retail chain** *HK$'000*	**Others** *HK$'000*	**Inter-segment elimination** *HK$'000*	**Group** *HK$'000*
Turnover						
Revenue from external customers	**439,194**	**109,328**	**110,718**	**-**	**-**	**659,240**
Inter-segment revenue	**19,838**	**-**	**2,699**	**-**	**(22,537)**	**-**
Segment turnover	**459,032**	**109,328**	**113,417**	**-**	**(22,537)**	**659,240**
Segment results	**12,935**	**14,515**	**(10,239)**	**26,715**	**-**	**43,926**
Unallocated operating income and expenses						**-**
Finance costs						**(3,916)**
Profit before taxation						**40,010**
Taxation						**1,456**
Profit for the year						**41,466**

For the year ended 31 March 2007	International telecommuni-cations services *HK$'000*	Mobile communi-cations services *HK$'000*	Distribution and retail chain *HK$'000*	Others *HK$'000*	Inter-segment elimination *HK$'000*	Group *HK$'000*
Turnover						
Revenue from external customers	417,104	120,423	112,078	-	-	649,605
Inter-segment revenue	21,918	-	2,939	-	(24,857)	-
Segment turnover	439,022	120,423	115,017	-	(24,857)	649,605
Segment results	18,149	19,251	338	39,435	-	77,173
Unallocated operating income and expenses						(11)
Finance costs						(5,403)
Profit before taxation						71,759
Taxation						75
Profit for the year						71,834

3. **SEGMENT INFORMATION (continued)**

(b) ***Secondary reporting format - geographical segments***

	Turnover		**Segment results**	
	2008	2007	**2008**	2007
	HK$'000	*HK$'000*	***HK$'000***	*HK$'000*
The People's Republic of China ("PRC")	**5,244**	5,540	**(2,340)**	(1,841)
Hong Kong	**335,032**	379,913	**38,991**	74,047
Other Asia Pacific regions	**67,997**	66,404	**(4,096)**	(149)
North America and the United Kingdom	**250,967**	197,748	**11,371**	5,116
	659,240	649,605	**43,926**	77,173

4. **OTHER NET INCOME**

	2008	2007
	HK$'000	*HK$'000*
Change in fair value of investment properties	**23,955**	45,030
Provision for bad debt written back	**438**	22,310
Gain on disposal of an investment property / premium for land lease and buildings	**2,726**	571
Gain on disposal of property, plant and equipment	**-**	113
Reversal of impairment loss on premium for land lease	**513**	1,071
Reversal of impairment loss on buildings	**204**	558
Reversal of impairment loss on other non-current assets	**176**	-
Reversal of impairment loss on property, plant and equipment	**341**	-
Sundry income	**3,037**	1,587
	31,390	71,240

5. **FINANCE COSTS**

	2008	2007
	HK$'000	*HK$'000*
Interest on bank and other borrowings		
Wholly repayable within five years	**1,876**	3,836
Not wholly repayable within five years	**1,942**	1,467
Finance charges on obligations under finance leases	**98**	100
	3,916	5,403

6. **PROFIT BEFORE TAXATION**

This is stated after charging (crediting):

	2008	2007
	HK$'000	*HK$'000*
Staff costs (include directors' emoluments)		
Salaries, wages and other benefits	**76,099**	71,636
Contributions to defined contribution plans	**2,241**	1,737
	78,340	73,373
Auditors' remuneration		
Current year	**2,343**	2,000
Underprovision in prior years	**-**	425
	2,343	2,425
Write off of interests in an associate	**-**	1,500
Impairment loss on intangible assets	**-**	1,000
Cost of inventories	**47,865**	40,782
Depreciation	**12,055**	17,811
Amortisation		
Premium for land lease	**1,677**	1,954
Intangible assets	**1,581**	263
Operating lease charges		
Telecommunications equipment	**31,327**	33,089
Premises	**27,487**	19,433
Provision for doubtful trade and other receivables	**2,044**	3,437
Provision for inventories write-down	**102**	218
Rentals income from investment properties less direct outgoings of HK$3,000 *(2007: HK$930,000)*	**(7,072)**	(3,493)
Loss on disposal of property, plant and equipment	**346**	292

7. **TAXATION**

Hong Kong Profits Tax has been provided at the rate of 17.5% *(2007: 17.5%)* on the estimated assessable profits arising from Hong Kong during the year. The income tax provision in respect of operations in the PRC and overseas is calculated at the applicable tax rates on the estimated assessable profits for the year based on existing legislation, interpretations and practices in respect thereof.

	2008	2007
	HK$'000	*HK$'000*
Hong Kong profits tax	**97**	(75)
PRC enterprise income tax	**(1,553)**	-
Total tax credit for the year	**(1,456)**	(75)

8. **DIVIDEND**

The directors do not recommend the payment of any dividend for the year ended 31 March 2008 *(2007: Nil)*.

9. **EARNINGS PER SHARE**

The calculation of basic earnings per share is based on the profit attributable to equity holders of the Company of approximately HK$41,416,000 *(2007: HK$71,888,000)* and the weighted average number of 2,350,475,573 *(2007: 1,355,201,600)* ordinary shares in issue during the year ended 31 March 2008.

Diluted earnings per share for the year ended 31 March 2008 and 2007 have not been presented as the conversion of potential ordinary shares to ordinary shares would have anti-dilutive effect to the basic earnings per share.

10. **TRADE AND OTHER RECEIVABLES**

	Note	**2008** *HK$'000*	2007 *HK$'000*
Trade receivables			
Trade receivables from third parties		**109,396**	101,276
Allowance for doubtful debts	*(a)*	**(49,532)**	(49,914)
		59,864	51,362
Other receivables			
Deposits, prepayments and other receivables		**38,079**	32,489
Due from associates		**941**	54
		39,020	32,543
		98,884	83,905

The Group has established credit policies for customers in each of its core businesses. The average credit period granted for trade receivables ranges from 30 to 60 days. The carrying amount of the amounts due approximates their fair values.

The ageing analysis of the trade receivables (net of impairment losses for bad and doubtful debts) as at the balance sheet date is as follows:

	2008 *HK$'000*	2007 *HK$'000*
0 – 30 days	**29,369**	24,386
31 – 60 days	**7,597**	7,354
61 – 90 days	**6,019**	4,255
Over 90 days	**16,879**	15,367
	59,864	51,362

10. **TRADE AND OTHER RECEIVABLES (continued)**

(a) Allowance for doubtful debts

	2008	2007
	HK$'000	*HK$'000*
Allowance for doubtful debts		
Balance at beginning of year	**49,914**	67,108
Increase in allowance	**559**	1,005
Amount recovered	**(137)**	(18,070)
Amount written off	**(804)**	(129)
	49,532	49,914

Included in the Group's trade receivables balance are debtors with a carrying amount of HK$36,461,000 *(2007: HK$35,724,000)* which are past due at the balance sheet date for which the Group has not impaired as there has not been a significant change in credit quality and the directors believe that the amounts are considered recoverable. The Company does not hold any collateral over these balances. The average age of these receivables is 30-60 days *(2007: 30-60 days)*.

11. **TRADE AND OTHER PAYABLES**

	2008	2007
	HK$'000	*HK$'000*
Trade payables	**126,148**	116,495
Other payables		
Accrued charges and other creditors	**25,644**	25,311
Advance subscription fees received	**8,547**	6,391
Deposits received	**6,340**	6,011
Due to associates	**850**	120
	41,381	37,833
	167,529	154,328

The ageing analysis of trade payables as at the balance sheet date is as follows:

	2008	2007
	HK$'000	*HK$'000*
0 – 30 days	**22,152**	25,833
31 – 60 days	**9,851**	8,573
61 – 90 days	**8,614**	2,778
Over 90 days	**85,531**	79,311
	126,148	116,495

MANAGEMENT DISCUSSION AND ANALYSIS

Review of Results and Operations

Despite severe market competition, the Group was able to maintain steady business with a slight growth in total turnover to HK$659,240,000 for the year ended 31 March 2008, as compared to HK$649,605,000 last year. The total net profit of the Group for the year was HK$41,466,000, representing a substantial decrease against HK$71,834,000 last year. This was mainly because of less extraordinary income from write-back of HK$438,000 provision for bad debts and gain in investment properties revaluation of HK$23,955,000 this year, as compared with those of HK$22,310,000 and HK$45,030,000 recorded last year respectively. Excluding these factors, overall performance improved with a rise in operating profit. Gross profit margin remained steady at 22% for the year under review.

International Telecommunications Services

This business segment which offers wholesale and retail IDD services is one of the major sources of income for the Group. For the year under review, its turnover increased by 4.6% to HK$459,032,000 and accounted for approximately 69.6 % of the Group's total turnover. It was mainly due to the increased total voice traffic from the rebound of China traffic capacity. Notwithstanding the intense market environment and fierce challenges from the telecom industry during the year, the Group strove to improve its performance through close co-operation with major telecom operators and the implementation of various cost-efficiency measures, so as to identify its market position. Gross profit margin slightly improved to 15.4% during the year under review, owing mainly to the Group's strategy of developing centralized routing, shifting to high-margin terminations, increasing margin of global IDD traffic, as well as its credit control. As a whole, the business segment recorded an operating profit of HK$12,935,000. The Group carried overall IDD voice traffic of approximately 3,296 million minutes during the year, representing a 18.9 % increase against the previous year.

Efforts of the Group to expand presence in overseas markets over the years have led to the establishment of a global service network with coverage spanning across countries and areas including Mainland China, Hong Kong, Taiwan, Singapore, Vietnam, Japan, South Korea, the United Kingdom, America, Canada and Cuba. The Group will continue to enlarge the geographical coverage of its services and, at the same time, develop more efficient routings and re-allocate resources to markets with high margins, such as, Korea, the Middle East, Europe, India and Africa.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

International Telecommunications Services (continued)

Wholesale IDD services of this segment remained as the Group's most significant source of income, accounting for 67.4% of the Group's total turnover. Although average selling price in PRC minute rate slightly declined during the year as a result of severe market competition, the Group still reported an increase of gross profit margin to 15.2%, against 14.3% last year, which was mainly due to the effort on closely monitoring of the direct costs. As at 31 March 2008, the Group obtained substantial market share for North America and Asia Pacific to Mainland China respectively. The Group started to widen its customer base by stepping up servicing of small and medium-size enterprises.

Consistent efforts in marketing and service enhancement by the Group over the years have contributed to the growing popularity and stable performance of its global retail IDD business branded "ChinaOne". The long-standing and close working relationship the Group with major telecommunication operators and service providers in Mainland China and other parts of the world was another contributing factor. Furthermore, by continually launching new products that meet demands, the number of subscribers to its services reached around 115,000 as at 31 March 2008.

As competition in the market intensifies, the Group has stepped up effort to defend and expand its market position. In the long run, the Group will strive to introduce strategic partners, experienced telecom operators as well as to explore potential business opportunities for further enhancing its operational efficiency and competitiveness.

Mobile Communications Services

For the year ended 31 March 2008, the segment recorded a total turnover of HK$109,328,000 while the gross profit margin was kept at 38.9%, similar to last year as a result of the reduction of operating cost. The whole segment posted an operating profit of HK$14,515,000.

Being one of the licensed Mobile Virtual Network Operators ("MVNO"), the Group provides mobile communication services mainly under its brand "CM Mobile". It thus draws customers among frequent high-spending travelers between Mainland China and Hong Kong and improves profitability. The Group has shifted its marketing strategy to provide high margin services with an aim to sustaining its growth. After gradually strengthening its services over the years, the MVNO business has become one of the major business drivers of the Group and obtained an operating profit of HK$17,475,000, largely contributed from the provision of high margin services. With continual launch of new products and constant service quality upgrade, the MVNO business is in a better position to retain or expand its customer base which was reflected in the increasing number of subscribers.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

Mobile Communications Services (continued)

To maintain competitiveness, apart from striving to lower operating costs, the Group has also kept expanding its sales channels and dealerships. Furthermore, by strengthening cross-border mobile services and continuous launch of value-added services, such as, new monthly plans incorporated with new services (e.g. push e-mail and real-time stock quote service) and stepping into high-end customer group, the Group has created more sources of profit.

Distribution and Retail Chain

Turnover of the segment was HK$113,417,000, a slight decrease when compared with the previous year and gross profit margin was 29.5%. Despite pressure from direct costs and increasing rental expenses, the business was able to deliver steady performance as the result of increased sales of handsets or components, an expanded mid-income customer base braced by the energetic and youthful image of the Group's retail outlets and cost-efficiency enhancement measures. Such measures include the strengthening of dealership network, establishing new corporate image to appeal middle-income customers by renovation of retails shops, promoting variety of products and services, improving service and staff qualities, enhancing staff knowledge on products and the restructuring of support team for new product development. An operating loss of HK$10,239,000, however, was suffered because of management expenses incurred by the outlets.

Heeding the trend in the telecommunications market, the Group has redirected its development focus onto hardware sales supported by the "CM Concept" retail chain. CM Concept is a one-stop-shop sales platform for telecommunications products and services and also a specialty shop for cross-border communications between Mainland China and Hong Kong. To date, there are altogether 22 retail shops selling products and services including handsets (cellular phone and fittings), calling cards, subscription services and other value-added services. With the support of a well-equipped call center, the business could enhance its service quality to the customers so as to remain competitive. The Group was able to maintain steady growth of its China IDD calling cards business accounting currently for 65% of the calling card market in Hong Kong with the support of a network of over 1,000 distributors.

To build up further its strength in the market, the Group will continue to take measures in improving the product knowledge and skills of its sales personnel, enabling them to offer quality service. Moreover, it will introduce new brands and models of existing products.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

Other Businesses

During the year, the Group carried on with its traditional businesses as well as exploration of new telecommunications businesses, such as trunked radio services and Next Generation Network services. Both trunked radio services and Next Generation Network services maintained stable performance during the year.

Prospects

As the challenges and difficult business environment is expected to prevail, to broaden income sources hence strengthen its revenue base has become the Group's strategic focus. In addition, the Group will continue to implement cost control measures and margin management, as well as to allocate resources to effect healthy development of its businesses. To cope with the ever-changing market, the Group will also strive to explore investment opportunities and seek to introduce strategic partners or investors, so as to diversify its businesses as well as to further enhance its performance and realise the full potential of its existing businesses.

Financial Position

As at 31 March 2008, the Group's bank balances and cash amounted to approximately HK$36,949,000 *(2007: HK$21,707,000)*. Total borrowings and obligations under finance leases amounted to approximately HK$64,804,000 *(2007: HK$68,867,000)*. The Group's bank loans are repayable monthly and the last monthly installment will be in June 2022. The gearing ratio of total borrowings as a percentage of the total capital and reserves attributable to equity holders of the Company was 31% *(2007: 42%)*.

As at 31 March 2008, the Group had aggregate banking facilities of approximately HK$97,712,000 (excluding property mortgage loans), of which HK$73,674,000 were unutilised.

In order to focus resources on the core businesses, the Group had disposed certain properties with total profit of HK$2,726,000 and cash inflow of HK$5,160,000 during the year.

In January 2008, the Company raised proceeds of HK$1,000,000 by issuing 460,000,000 units of unlisted warrants to Oncentury Limited ("Oncentury"), an independent third party. Additional amount of HK$158,700,000 will be raised assuming the subscription rights attaching to the warrants being fully exercised at the initial subscription price of HK$0.345 per new shares. The net proceeds from the issue of unlisted warrants have been retained for general working capital purpose.

MANAGEMENT DISCUSSION AND ANALYSIS (continued)

Financial Position (continued)

It is anticipated that the Group's bank balance and cash, as at 31 March 2008, together with the unutilised banking facilities, cash inflow from disposal of properties and stable rental income will be sufficient to discharge its debts and to fund its operations. However, the Group will continue to implement stringent cost control measures and explore fund-raising opportunities in order to further enhance and strengthen its liquidity position and financial resources for operational requirements.

Share Capital

Pursuant to a subscription agreement entered into between the Company and Oncentury on 10 January 2008, the Company has issued 460,000,000 units of unlisted warrants to Oncentury entitling the warrantholder thereof the rights to subscribe for up to 460,000,000 new shares of the Company at the initial subscription price of HK$0.345 per new share at any time during a period of 24 months commencing from 23 January 2008, details of which are disclosed in the announcement of the Company dated 14 January 2008. As at 31 March 2008, no subscription right was exercised by the warrantholder.

As at 31 March 2008, the Company had 2,350,475,573 shares in issue with total shareholders' fund of the Group amounting to approximately HK$212,442,000.

Contingent Liabilities

As at 31 March 2008, the Group had contingent liabilities amounting to approximately HK$27,796,000 *(2007: HK$26,980,000)* in respect of guarantees given to third parties against non-performance of contractual obligations by subsidiaries.

Charge on Assets

As at 31 March 2008, the group's leasehold building, premium for land lease and investment properties with aggregate carrying value of approximately HK$273,496,000 *(2007: HK$174,620,000)* were pledged as security for banking facilities.

Exposures to Fluctuations in Exchange Rates

The Group is exposed to the fluctuations in Renminbi and United States dollars as certain expenses payable by and trade receivables from customers are settled in these currencies. However, the management will continue to monitor its foreign exchange exposure and will consider hedging significant foreign currency exposure should the need arise.

Employees and Remuneration Policies

As at 31 March 2008, the Group had 330 full-time staff. Total staff costs (including directors' emoluments) incurred for the year amounted to approximately HK$78,340,000 *(2007: HK$73,373,000)*. The Group's remuneration policy is in line with prevailing market practice on performance of individual staff. In addition to salaries, the Group also offers other benefits to its staff, including discretionary bonus, training allowance and provident fund.

AUDIT COMMITTEE

The Audit Committee has reviewed with management and the auditors of the Company the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters. The Group's final results for the year ended 31 March 2008 have been reviewed by the Audit Committee and agreed by the Group's external auditors.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any listed securities of the Company during the year ended 31 March 2008.

CODE ON CORPORATE GOVERNANCE PRACTICE

In the opinion of the Board, the Company has complied with the applicable code provisions of the Code on Corporate Governance Practices as set out in Appendix 14 to the Listing Rules during the year, except that Mr. Ting Pang Wan, Raymond, the Chairman of the Board, was unable to attend the annual general meeting of the Company held on 17 August 2007 due to other business commitments.

CODE FOR SECURITIES TRANSACTIONS BY DIRECTORS

On 20 July 2005, the Company has adopted its own Code for Securities Transactions by Directors (the "Code") on terms no less exacting the required standard set out in the Model Code for Securities by Directors of Listed Issuers (the "Model Code") as contained in Appendix 10 to the Listing Rules. All directors have confirmed, following specific enquiries by the Company, that they have fully complied with the required standard as set out in the Code and the Model Code during the year.

SUBSEQUENT EVENT

The Group entered into a sale and purchase agreement on 27 March 2008 to dispose the properties in Beijing with net carrying value of HK$5,315,000 as at 31 March 2008 for consideration of RMB4,765,600. Meanwhile, the transfer of title is still in progress.

PUBLICATION OF RESULTS ANNOUNCEMENT AND ANNUAL REPORT

This results announcement is published on the websites of the Company *(www.chinamotion.com)* and the Stock Exchange *(www.hkex.com.hk)*. An annual report for the year ended 31 March 2008 containing all the information required by the Listing Rules will be despatched to shareholders of the Company and available on the same websites in due course.

By Order of the Board
Ting Pang Wan, Raymond
Chairman

Hong Kong, 7 July 2008

As at the date hereof, the executive Directors are Mr. Ting Pang Wan, Raymond, Mr. Wu Chi Chiu and Ms. Fan Wei and the independent non-executive Directors are Mr. Lo Chi Ho, William, Mr. Huang An Guo and Ms. Wong Fei Tat.

** for identification purpose only*