

Definitions

In this interim report, unless the context otherwise requires, the following terms shall have the meanings set out below. Certain other terms are explained in the section headed “Glossary”.

“Board of Directors”	The board of directors of the Company.
“China”	The People’s Republic of China.
“China Mobile”	China Mobile Communications Corporation and its subsidiaries.
“China Netcom”	China Network Communications Group Corporation and its subsidiaries.
“China Telecom”	China Telecommunications Corporation and its subsidiaries.
“Company” or “ZTE”	ZTE Corporation, a joint stock limited company incorporated in China on 11 November 1997 under the Company Law of the People’s Republic of China, the A shares and H shares of which are listed on the Shenzhen Stock Exchange and the Hong Kong Stock Exchange respectively.
“Group”	One or more of ZTE and its subsidiaries.
“Hong Kong accounting standards”	Hong Kong Financial Reporting Standards (“HKFRSs”), Hong Kong Accounting Standards (“HKAS”) and Interpretations.
“Hong Kong Stock Exchange”	The Stock Exchange of Hong Kong Limited.
“Hong Kong Stock Exchange Listing Rules”	The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (as amended from time to time).
“PRC GAAP”	Generally accepted accounting principles in China.
“Reporting Period”	The period commencing on 1 January 2005 and ending on 30 June 2005.
“Shenzhen Stock Exchange”	The Shenzhen Stock Exchange of China.
“Supervisors”	Members of the Supervisory Committee of the Company.
“Xi’an Microelectronics”	Xi’an Microelectronics Technology Research Institute, also known as China Aerospace Times Electronics Corporation No. 771 Research Institute.
“Zhongxingxin”	Shenzhen Zhongxingxin Telecommunications Equipment Company, Limited.
“ZTE Kangxun”	ZTE Kangxun Telecom Company Limited.
“ZTE Software”	Shenzhen ZTE Software Company, Limited.
“Zhongxing WXT”	Shenzhen Zhongxing WXT Equipment Company, Ltd.