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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)

**PLACING OF EXISTING SHARES
AND
RESUMPTION OF TRADING**

Placing Agent



Sanfull Securities Limited

This announcement is made voluntarily by the Company under Rule 13.09 of the Listing Rules. On 20 October 2006, the Vendor entered into the Placing Agreement with the Placing Agent. Pursuant to the Placing Agreement, the Vendor agreed to place, through the Placing Agent, 216,198,000 existing Shares at a price of HK\$0.55 per Share, on a best effort basis, to the Placees. There are no conditions precedent to the Placing and it is expected that the Placing will be completed on or before 26 October 2006. To the best of the knowledge, information and belief of the Vendor, having made all reasonable enquiries, the Placees and their respective beneficial owners are not connected persons (as defined in the Listing Rules) of the Company and are independent of and not connected with nor acting in concert with the Vendor and its associates nor are they connected with any of the Directors, chief executive or substantial shareholders of the Company or any of its subsidiaries or their respective associates. The Placees and their respective beneficial owners are not connected nor acting in concert with each other.

The Placing Shares of 216,198,000 Shares represent about 9.20% of the existing issued share capital of the Company of 2,350,475,573 Shares.

The Placing Price of HK\$0.55 per share represents (i) a discount of about 17.91% to the price of HK\$0.67 per Share as quoted on the Stock Exchange on the Last Trading Day; (ii) a discount of about 17.91% over the closing price of HK\$0.67 per Share as quoted on the Stock Exchange on 19 October 2006, being the last full trading date before the date of the Placing Agreement; (iii) a discount of about 15.38% to the average closing price per Share of HK\$0.65 as quoted on the Stock Exchange for the last five trading days up to the date of the Placing Agreement; and (iv) a discount of about 8.33% to the average closing price per Share of HK\$0.60 as quoted on the Stock Exchange for the last ten trading days up to the date of the Placing Agreement.

Save for the appointment of Mr. Ting Pang Wan, Raymond as executive Director which is announced by the Company in a separate announcement of today, being a director of Offeror, as executive Director on 23 October 2006, there will be no change in the composition of the Board after the Placing.

Reference is also made to the Joint Announcements and the Composite Offer Document dated 23 October 2006. Unless otherwise stated, capitalized terms used in this announcement shall have the same meanings as those defined in the Joint Announcements and the Composite Offer Document.

* For identification purpose only

The Board wishes to remind that the Offers commence on Monday, 23 October 2006 and will be closed on Monday, 13 November 2006 (with the latest time for acceptance of the Offers at 4:00 p.m. on Monday, 13 November 2006). Details of the Offers are set out in the Composite Offer Document.

At the request of the Company, trading in Shares on both the Stock Exchange and the SGX-ST was suspended from 10:00 a.m. and 10:45 a.m. respectively on Friday, 20 October 2006 pending the release of this announcement. Application has been made by the Company to both the Stock Exchange and the SGX-ST for the resumption of trading in Shares on both the Stock Exchange and the SGX-ST with effect from 9:30 a.m. and 9:00 a.m. respectively on Tuesday, 24 October 2006.

This announcement is made voluntarily by the Company under Rule 13.09 of the Listing Rules.

THE PLACING AGREEMENT

Date

20 October 2006

Parties involved

Sanfull Securities Limited as the Placing Agent

Oriental Base Limited as the Vendor which is not acting in concert with the Offeror

Placing Agent

Sanfull Securities Limited acts as the Placing Agent will procure, on a best effort basis, the Placees to purchase 216,198,000 Placing Shares at the Placing Price and will receive a placing commission of 1.25% on the gross proceeds of the Placing paid by the Vendor, which was arrived at after arm's length negotiations between the Vendor and the Placing Agent. There will be no Placing Shares taken up by the Placing Agent.

The Placing Agent and its beneficial owners are not connected persons (as defined in the Listing Rules) of the Vendor and is independent of and not connected with any of the Directors, chief executive or substantial shareholders of the Vendor or any of its subsidiaries or their respective associates. The Placing Agent does not own any Shares as at the date of this announcement and is not connected person(s) (as defined in the Listing Rules) of the Company and is independent of and not connected with any of the Directors, chief executive or substantial shareholders of the Company or any of its subsidiaries or their respective associates.

Placees

To the best of the knowledge, information and belief of the Vendor, having made all reasonable enquiries, the Placees to be procured by the Placing Agent for purchase of the Placing Shares pursuant to the Placing Agreement and their respective beneficial owners are not connected persons (as defined in the Listing Rules) of the Company and are independent of and not connected with nor acting in concert with the Vendor and its associates with it nor are they connected with any of the Directors, chief executive or substantial shareholders of the Company or any of its subsidiaries or their respective associates. The Placees and their respective beneficial owners are not connected nor acting in concert with each other. The Placing Shares will be placed to 77 Placees, some of which had 3,558,000 Shares in aggregate immediately prior to the date of the Placing Agreement. The Placing Agent and its beneficial owners are not acting in concert with the Offeror and the parties acting in concert with it.

Number of Placing Shares

The Placing Shares of 216,198,000 Shares represent about 9.20% of the existing issued share capital of the Company of 2,350,475,573 Shares.

Placing Price

The Placing Price of HK\$0.55 per share represents (i) a discount of about 17.91% to the closing price of HK\$0.67 per Share as quoted on the Stock Exchange on the Last Trading Day; (ii) a discount of about 17.91% over the closing price of HK\$0.67 per Share as quoted on the Stock Exchange on 19 October 2006, being the last full trading date before the date of the Placing Agreement; (iii) a discount of about 15.38% to the average closing price per Share of HK\$0.65 as quoted on the Stock Exchange for the last five trading days up to the date of the Placing Agreement; and (iv) a discount of about 8.33% to the average closing price per Share of HK\$0.60 as quoted on the Stock Exchange for the last ten trading days up to the date of the Placing Agreement.

The Placing Price is negotiated and determined on an arm's length basis amongst the Vendor and the Placing Agent on 20 October 2006 with reference to the historical trading prices and the current market conditions. The Vendor considers that the terms of the Placing are fair and reasonable based on the current market conditions.

The Placing Shares are sold free from all liens, charges and encumbrances, claims, or third party rights and together with all rights attaching thereto as at the date of the Placing Agreement, including the right to receive all dividends or other distributions declared on the Placing Shares after the date of completion of the Placing Agreement.

Termination of the Placing Agreement

The Placing Agreement contains provisions granting the Placing Agent the right to terminate the Placing Agreement at any time prior to 5:00 p.m. on the Business Day prior to completion of the Placing on the occurrence of any of Force Majeure Events. If the Placing Agent exercises such right to terminate the Placing Agreement, the Placing will not proceed.

Completion of the Placing

There are no conditions precedent to the Placing and it is expected that the Placing will be completed on or before 26 October 2006. Save for the appointment of Mr. Ting Pang Wan, Raymond as executive Director which is announced by the Company in a separate announcement of today, being a director of Offeror, as executive Director on 23 October 2006, there will be no change in the composition of the Board after the Placing.

EFFECTS OF THE PLACING ON SHAREHOLDING IMMEDIATELY BEFORE AND AFTER COMPLETION OF THE PLACING

Name of Shareholder	Immediately before completion of the Placing			Immediately after completion of the Placing		
	No. of Shares	No. of Shares	Approximate %	No. of Shares	No. of Shares	Approximate %
The Vendor (Note 1)		216,198,000	9.20		0	0.00
Offeror (Note 2)		1,800,000,000	76.58		1,800,000,000	76.58
Placees	0		0.00	216,198,000		
Public shareholders	334,277,573	334,277,573	14.22	334,277,573	550,475,573	23.42
		<u>2,350,475,573</u>	<u>100.00</u>		<u>2,350,475,573</u>	<u>100.00</u>

Notes:

1. The Vendor is a company incorporated in the British Virgin Islands with limited liability and is wholly and beneficially owned by Mr. Wu Chi Chiu, an executive Director.
2. The Offeror is a company incorporated in the British Virgin Islands with limited liability and is wholly and beneficially owned by Mr. Ting Pang Wan Raymond and Mr. Yam Tak Cheung as to 50% and 50% respectively.

INFORMATION ON THE GROUP

The Company is principally engaged in the provision of international telecommunications services, mobile communications services and distribution and retail chain.

COMMENCEMENT OF THE OFFERS

Reference is also made to the Joint Announcements and the Composite Offer Document dated 23 October 2006. Unless otherwise stated, capitalized terms used in this announcement shall have the same meanings as those defined in the Joint Announcements and the Composite Offer Document.

The Board wishes to remind that the Offers commence on Monday, 23 October 2006 and will be closed on Monday, 13 November 2006 (with the latest time for acceptance of the Offers at 4:00 p.m. on Monday, 13 November 2006). Details of the Offers are set out in the Composite Offer Document.

As mentioned in the Composite Offer Document, the Company and the Offeror have jointly and severally undertaken to the Stock Exchange to take appropriate steps following the closing of the Offers, to ensure that the minimum 25% public float requirement under Rule 8.08 of the Listing Rules will be restored within two days from closing of the Offers, i.e. no later than 15 November 2006 assuming the Offers are open for acceptance on 23 October 2006 and the expected Closing Date is 13 November 2006.

SUSPENSION AND RESUMPTION OF TRADING

At the request of the Company, trading in Shares on both the Stock Exchange and the SGX-ST was suspended from 10:00 a.m. and 10:45 a.m. respectively on Friday, 20 October 2006 pending the release of this announcement. Application has been made by the Company to both the Stock Exchange and the SGX-ST for the resumption of trading in Shares on both the Stock Exchange and the SGX-ST with effect from 9:30 a.m. and 9:00 a.m. respectively on Tuesday, 24 October 2006.

TERMS AND DEFINITION

“Board”	:	the board of Directors of the Company
“Business Day”	:	the day (excluding Saturday and Sunday) on which banks are open for business in Hong Kong
“Company”	:	China Motion Telecom International Limited, a company incorporated in Bermuda with limited liability and the shares of which are primarily listed on the main board of the Stock Exchange and secondarily listed on the SGX-ST
“Composite Offer Document”	:	the composite offer document dated 23 October 2006 jointly despatched by the Offeror and the Company to the Shareholders and Optionholders in relation to the Offers
“Director(s)”	:	director(s) of the Company
“Force Majeure”	:	material breach of any representations, warranties, obligations and undertakings set out in the Placing Agreement or any event or series of events, beyond the reasonable control of the Placing Agent
“Group”	:	the Company and its subsidiaries

“Hong Kong”	:	Hong Kong Special Administrative Region of the People’s Republic of China
“Joint Announcements”	:	the joint announcements dated 8 September 2006, 18 September 2006, 28 September 2006, 9 October 2006, 16 October 2006 and 18 October 2006 made by the Company and Offeror
“Last Trading Day”	:	19 October 2006, being the last trading day for the Shares as recorded on the quotation sheet of the Stock Exchange which is also to the date of the Placing Agreement
“Listing Rules”	:	the Rules Governing the Listing of Securities on the Stock Exchange
“Offeror”	:	Marvel Bonus Holdings Limited, a company incorporated in the British Virgin Islands on 2 August 2006 with limited liability, which is beneficially owned as to 50% by Mr. Ting Pang Wan, Raymond and as to 50% by Mr. Yam Tak Cheung
“Placees”	:	any individual or institutional investors to be procured by the Placing Agent for the purchase of the Placing Shares pursuant to the Placing Agreement
“Placing”	:	the placing of 216,198,000 existing Shares beneficially owned by the Vendor pursuant to the terms of the Placing Agreement
“Placing Agent”	:	Sanfull Securities Limited, a licensed corporation to carry on business in type 1 regulated activities (dealing in securities) under the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong)
“Placing Agreement”	:	the placing agreement entered into between the Vendor, the Company and the Placing Agent dated 20 October 2006 in relation to the Placing
“Placing Price	:	HK\$0.55 per Placing Share
“Placing Shares	:	216,198,000 existing Shares beneficially owned by the Vendor and to be placed pursuant to the Placing Agreement
“PRC”	:	the People’s Republic of China but excluding Hong Kong, the Macau Special Administrative Region of the People’s Republic of China and Taiwan
“Shareholder(s)”	:	holder(s) of the Share(s)
“Share(s)”	:	ordinary share(s) of HK\$0.01 in the share capital of the Company
“SGX-ST”	:	The Singapore Exchange Securities Trading Limited
“Stock Exchange”	:	The Stock Exchange of Hong Kong Limited
“Vendor”	:	Oriental Base Limited, a company incorporated in British Virgin Islands with limited liability and is wholly and beneficially owned by Mr. Wu Chi Chiu, an executive Director

“HK\$” : Hong Kong dollars, the lawful currency of Hong Kong

“%” : per cent.

By order of the Board
China Motion Telecom International Limited
Fan Wei
Executive Director

Hong Kong, 23 October 2006

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

The 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 statements in this announcement misleading.

Please also refer to the published version of this announcement in The Standard.