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中国通信服务
CHINA COMSERVICE

中國通信服務股份有限公司

CHINA COMMUNICATIONS SERVICES CORPORATION LIMITED

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 552)

Resignation of Director and Change of Important Executive Positions

Proposed Appointment of Director

and

Proposed Amendments to the Articles of Association

The Board of the Company announces that, with effect upon approval by a resolution passed by the Board on 21 June 2010, Mr. Zhang Zhiyong has resigned as the President and Executive Director of the Company, and Mr. Zheng Qibao has been appointed as the President of the Company. The Board of the Company proposes that Mr. Zheng Qibao be appointed by the shareholders of the Company as Executive Director.

The Board of the Company also proposes that certain amendments to the Articles of Association be approved by the shareholders of the Company to reflect the change in the shareholding structure of the Company.

A notice of an extraordinary general meeting, regarding the proposed appointment of Mr. Zheng Qibao as Executive Director and proposed amendments to the Articles of Association, will be dispatched to the shareholders of the Company in due course.

Resignation of Director and Change of Important Executive Positions

The board of directors (the “Board”) of China Communications Services Corporation Limited (the “Company”) announces that due to other work arrangement, Mr. Zhang Zhiyong has resigned as the President and Executive Director of the Company, with effect upon approval by a resolution passed by the Board on 21 June 2010. Mr. Zhang Zhiyong has confirmed that he has no disagreement with the Board and did not have any matters, in relation to his resignation that should be brought to the attention of the shareholders of the Company. The Board would like to express its sincere gratitude to Mr. Zhang Zhiyong for his valuable contribution to the Company during his tenure.

Meanwhile, the Board of the Company also hereby announces that Mr. Zheng Qibao has been appointed as the President of the Company, with effect upon approval by a resolution passed by the Board on 21 June 2010 and proposes Mr. Zheng Qibao to be appointed by the shareholders of the Company as Executive Director.

Mr. Zheng Qibao, age 52, is the Managing Director of the Sideline Industrial Management Department of China Telecommunications Corporation. Mr. Zheng graduated from Shanghai Second Polytechnic University in 1986 and received a bachelor degree in mechanical engineering, received an EMBA degree from China Europe International Business School in 1998, and a doctoral degree in Political Economics from Fudan University in 2003. Mr. Zheng previously served as a Managing Director of Shanghai Telecom Corporation Limited and Dean of China Telecom Corporation Limited Shanghai Research Institute, Executive Vice Dean of China Telecom Corporation Limited Beijing Research Institute and the Managing Director of the Corporate Strategy Department of China Telecommunications Corporation. Prior to that, Mr. Zheng served as Deputy General Engineer of Shanghai Posts and Telecommunications Bureau, Dean of Shanghai Telecom Technology Research Institute and General Manager of Shanghai Telecom Long Distance Communication Division. Mr. Zheng has 32 years of operational and managerial experience in the telecommunications industry in China.

Save as disclosed in this announcement, Mr. Zheng Qibao did not hold any directorship in any other listed companies or take up any post in any affiliated companies of the Company in the past three years, or does not have any relationship with any other director, supervisor, senior management, substantial shareholder or controlling shareholder of the Company. Furthermore, Mr. Zheng Qibao does not have any equity interest in the Company within the meaning of Part XV of the Securities and Futures Ordinance of Hong Kong. Save as disclosed herein, there is no other information relating to the proposed appointment of Mr. Zheng Qibao that shall be disclosed pursuant to Rule 13.51(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited nor any matters which need to be brought to the attention of the shareholders of the Company.

Proposed Amendments to the Articles of Association

The Company was recently advised by our controlling shareholder, China Telecommunications Corporation, that it will transfer 108,899,720 domestic shares, accounting for 1.89% of the total issued ordinary shares of the Company, to China National Postal and Telecommunications Appliances Corporation (中國郵電器材集團公司). The completion of such transfer will be conditional on, among other things, the approval by relevant state-owned assets supervision authorities of the PRC. The Board therefore proposes that the following amendments be made to the articles of association of the Company (the “Articles of Association”) in order to reflect the change in the shareholding structure of the Company, effective upon the completion of such transfer.

Section 2, Article 3.6 of the Articles of Association shall be amended and restated to read as follows:

“The Company’s shareholding structure is as follows: the Company has 5,771,682,000 ordinary shares in issue, among which, China Telecommunications Corporation, the promoter of the Company, holds 2,926,752,080 shares, representing 50.71% of the total issued ordinary shares of the Company; each of the holders of the rest of the domestic shares of the Company, China Mobile Communications Corporation, China United Network Communications Group Company Limited and China National Postal and Telecommunications Appliances Corporation, holds 506,880,000 shares, 236,300,000 shares and 108,899,720 shares respectively, representing 8.78%, 4.09% and 1.89% of the total issued ordinary shares of the Company; and the holders of the overseas listed foreign invested shares of the Company (namely, H shares of the Company) hold a total of 1,992,850,200 shares, representing 34.53% of the total issued ordinary shares of the Company.”

The proposed appointment of Mr. Zheng as Executive Director and the proposed amendments to the Articles of Association set out above will be submitted to an extraordinary general meeting for approval by the shareholders of the Company. A notice of such extraordinary general meeting, containing details of such appointment and proposed amendments, will be dispatched to the shareholders of the Company in due course.

Shareholders of the Company should be aware that the English text of the Articles of Association (and/or the proposed amendments thereof) as stated in this announcement is an approximate translation of the Chinese version of the Articles of Association and is provided for reference only. The Chinese version of the Articles of Association shall prevail in the case there are discrepancies in the translation and/or inconsistencies between the two versions.

By Order of the Board
China Communications Services Corporation Limited
Li Ping
Chairman

Beijing, PRC, 21 June 2010

As at the date of this announcement, our executive directors are Mr. Li Ping (Chairman) and Mr. Yuan Jianxing (Executive Vice President and Chief Financial Officer), our non-executive directors are Mr. Liu Aili and Mr. Zhang Junan, and our independent non-executive directors are Mr. Wang Jun, Mr. Chan Mo Po, Paul, Mr. Zhao Chunjun, Mr. Wu Shangzhi and Mr. Hao Weimin.