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**中 彩 網 通 控 股 有 限 公 司**

**China Netcom Technology Holdings Limited**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 8071)**

**VOLUNTARY ANNOUNCEMENT  
SALES AGENCY AGREEMENT WITH  
CHONGQING WELFARE LOTTERY ISSUING CENTRE**

The Board announces that on 28 September 2012, Huancai Puda and Chongqing Welfare Lottery entered into the Sales Agency Agreement, pursuant to which Huancai Puda agreed to set up and manage China Welfare Lottery “Lucky Farms” thematic sales points in Chongqing, the PRC and to act as the sales agent for the sales of welfare lottery in such sale points.

This announcement is made on a voluntary basis in order to enhance the transparency of the Company.

**THE SALES AGENCY AGREEMENT**

The Board announces that on 28 September 2012, Huancai Puda and Chongqing Welfare Lottery entered into the Sales Agency Agreement, pursuant to which Huancai Puda agreed to set up and manage China Welfare Lottery “Lucky Farms” thematic sales points in Chongqing, the PRC and to act as the sales agent for the sales of welfare lottery in such sales points. By setting up and managing the sales points of “Lucky Farms” and acting as the sales agent, Chongqing Welfare Lottery will pay sales commissions to Huancai Puda in a certain percentage of the sales amount of welfare lottery at such sales points.

“Lucky Farms” is a quick-result lottery game with a payout rate of 59%. It draws at an interval of every ten minutes with a total of 97 draws every day. The business hour of “Lucky Farms” runs from 10 a.m. to 2 a.m. the next day.

The Sales Agency Agreement has a term of five years starting from the date of the Sales Agency Agreement. The Sales Agency Agreement will be automatically renewed for another three years upon expiry if there is no objection from each party.

## **BACKGROUND OF THE SALES AGENCY AGREEMENT**

To the best of the Directors' knowledge, information and belief, Chongqing Welfare Lottery and its shareholder(s) are independent third parties.

The lottery sales in Chongqing, the PRC amounted to approximately RMB4.92 billion in 2011, representing an increase of approximately 53.5% from 2010. In particular, the sales of welfare lottery in Chongqing, the PRC amounted to approximately RMB3.46 billion in 2011, representing an increase of approximately 58.0% from 2010. The Board considers that the Sales Agency Agreement was entered into in the ordinary course of business of the Group and on normal terms after arm's length negotiation with Chongqing Welfare Lottery. The Board is of the view that the terms of the Sales Agency Agreement are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

## **DEFINITIONS**

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise:

“Board”	the board of Directors
“Chongqing Welfare Lottery”	重慶市福利彩票發行中心 (Chongqing Welfare Lottery Issuing Centre*)
“Company”	China Netcom Technology Holdings Limited, a company incorporated in the Cayman Islands with limited liability and the issued shares of which are listed on GEM
“Directors”	the directors of the Company
“GEM”	the Growth Enterprise Market of the Stock Exchange
“GEM Listing Rules”	the Rules Governing the Listing of Securities on GEM
“Group”	the Company and its subsidiaries
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“Huancai Puda”	深圳環彩普達科技有限公司 (Shenzhen Huancai Puda Technology Company Limited*), a subsidiary of the Company
“PRC”	the People's Republic of China, which for the purpose of this announcement excludes Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan

“RMB”	Renminbi, the lawful currency of the PRC
“Sales Agency Agreement”	the sales agency agreement dated 28 September 2012 entered into between Chongqing Welfare Lottery and Huancai Puda
“Stock Exchange”	The Stock Exchange of Hong Kong Limited
“%”	per cent.

By order of the Board  
**China Netcom Technology Holdings Limited**  
**Ng Kwok Chu, Winfield**  
*Executive Director*

Hong Kong, 10 October 2012

\* *For identification purpose only*

*As at the date of this announcement, the executive Directors are Mr. Leung Ngai Man, Mr. Ng Kwok Chu, Winfield and Ms. Wu Wei Hua; and the independent non-executive Directors are Dr. Leung Wai Cheung, Mr. Cai Wei Lun and Mr. Qi Ji.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and belief the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

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