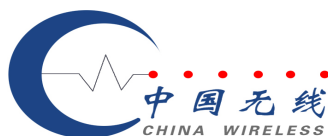


To: Business Editor (For Immediate Release)



CHINA WIRELESS TECHNOLOGIES LIMITED
ANNOUNCES ANNUAL RESULTS FOR THE YEAR ENDED 31 DECEMBER 2008

REVENUE AMOUNTED TO HK\$1,007.1 MILLION

3G THE DRIVING FORCE FOR FUTURE BUSINESS GROWTH

Financial Highlights	For the year ended 31 December (HK\$'000)		
	2008	2007	Change
Revenue	1,007,135	1,277,663	- 21.2%
Gross profit	358,086	521,313	- 31.3%
Gross profit margin	35.6%	40.8%	-5.2%
Profit/(loss) attributable to equity holders	(76,076)	167,520	N/A
Basic earnings /(loss) per share	(HK\$ 3.75 cents)	HK\$ 8.33 cents	N/A

(Hong Kong, 8 April 2009) – China Wireless Technologies Limited (“China Wireless” or the “Group”; stock code: 2369), announced its annual results for the year ended 31 December 2008 (the “Year”). During the Year, the Group recorded revenue and gross profit of HK\$1,007,135,000 (2007: HK\$1,277,663,000) and HK\$358,086,000 (2007: HK\$521,313,000), representing a decrease of 21.2% and 31.3% respectively against the previous year. The Group recorded a net loss of HK\$76,076,000 for the Year (2007: a net profit of HK\$167,520,000). The Board of the Directors did not recommend final dividend for the Year.

During the Year, the Group recorded a net loss for the first time ever in its history; it was mainly attributable to a considerable decrease in the revenue from CDMA/GSM dual-mode smartphone business, which was significantly impacted by the mainland’s telecommunications restructuring (the “Restructuring”). The net loss for the Year was mainly attributable to a drop in turnover and an increase in the research and development costs and marketing expenses.

Mr. Guo Deying, Chairman of China Wireless said, “Against the backdrop of the difficult economic environment and the Restructuring in the Year, the Group has successfully leveraged opportunities presented by the domestic operators’ investment realignments as well as the swift growth in the 3G technologies in China’s smartphone market to optimize products’ diversification and structure. Having taken the opportunities presented by the large-scale trial commercialization of TD-SCDMA in 2008, the Group sold approximately 15,000 units of TD-SCDMA/GSM high-end dual-mode smartphone to the TD-SCDMA network operator during the Year. It generated a revenue of HK\$56.5 million that accounted for 5.6% of the Group’s total revenue for the year. Moreover, the operating result in the CDMA single-mode smartphone sector was also encouraging. The revenue from CDMA single mode smartphone increased from approximately HK\$83.3 million in 2007 to HK\$155.8 million in 2008, representing a significant increase of approximately 87.0% and has accounted for 15.5% of the Group’s total revenue for the year.”

Turnover by segment	For the year ended December 31 (HK\$'million)				
	2008	% of total turnover	2007	% of total turnover	Change
Smartphone					
CDMA/GSM Dual-mode	624.7	62.0%	1,039.4	81.3%	-39.9%
GSM/GSM Dual-mode	146.1	14.5%	143.1	11.2%	+2.1%
TD-SCDMA/GSM Dual-mode	56.5	5.6%	-	-	-
CDMA Single-mode	155.8	15.5%	83.3	6.6%	+87.0%
Other Products	24.0	2.4%	11.9	0.9%	+101.7%
Total	1,007.1	100%	1,277.7	100%	-21.2%

Mr. Guo added, “With the issue of the 3G licenses in January 2009, there will be more opportunities than challenges in the domestic telecommunications market, especially for those handset manufacturers with strong research and development capabilities. As a leading provider of CDMA handsets, the Group is expected to enjoy a significant growth in the CDMA handsets market. Moreover, it is generally anticipated that both 2G and 3G mobile networks will co-exist for a long time, thus the dual-mode smartphone will be blooming during that period. The management believes there will be a prospect future ahead if the Group could firmly grasp the opportunities in China’s telecommunications market.”

About China Wireless Technologies Limited (SEHK: 2369)

Established in 1993 and listed on the Stock Exchange of Hong Kong in December 2004, China Wireless Technologies Limited is a leading developer and supplier of integrated wireless data solutions. Taking advantage of its expertise and knowledge in wireless communications, the Group provides integrated solutions mainly for various industry applications from back-end systems to wireless intelligent terminals with proprietary operating system for the telecom, government, securities brokerages, and other industrial and commercial sectors. The “Coolpad” brand developed by the Group has become Mainland China’s most famous brand for smartphone and high-end dual-mode smartphone.

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Issued by **PR ASIA Consultants Limited** for and on behalf of **China Wireless Technologies Limited**.

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