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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)

(Incorporated in the Cayman Islands with limited liability) (Stock Code: 8071)

## VOLUNTARY ANNOUNCEMENT ENTERING INTO A SUPPLY CONTRACT WITH HAINAN PROVINCIAL SPORTS LOTTERY ADMINISTRATION CENTRE RELATING TO SPORTS ENTERTAINMENT ELECTRONIC VIDEO LOTTERY TERMINALS IN HAINAN

The Board is excited to announce that Huancai Puda, a subsidiary of the Group, has entered into a supply contract with Hainan Provincial Sports Lottery Administration Centre relating to sports entertainment electronic video lottery terminals in Hainan.

This announcement is made by China Netcom Technology Holdings Limited (the "**Company**") on a voluntary basis in order to update the business development status of the Company together with its subsidiaries (collectively, the "**Group**").

The board (the "**Board**") of directors (the "**Directors**") of the Company is excited to announce that as published in the Company's announcement dated 5 June 2014 relating to winning the open bid (quotation required) for the procurement of sports entertainment electronic video lottery terminals ("**VLT**") by Hainan Provincial Government. Shenzhen Huancai Puda Technology Company Limited\* (深圳環彩普達科技有限公司) ("**Huancai Puda**"), a subsidiary of the Company, has entered into a supply contract with Hainan Provincial Sports Lottery Administration Centre ("**HPSLAC**").

The Company is aware that, the procurement of sports entertainment electronic VLT in Hainan is the first open bid (quotation required) for government VLT procurement in the sports lottery market in the People's Republic of China (the "**PRC**"). In 2013, sales of sports lotteries in the PRC reached Renminbi ("**RMB**")132.8 billion.

In comparison, sales of welfare lotteries in the PRC amounted to RMB176.53 billion in 2013 within that the video lottery "China Welfare Lottery Online" recorded sales of approximately RMB17.014 billion, approximately RMB22.423 billion and approximately RMB28.939 billion respectively for 2011, 2012 and 2013. The sales of electronic video lottery recorded a year-on-year growth of 29.1%.

<sup>\*</sup> For identification purpose only

Hainan Province is a well-known international tourist island in the PRC and has served approximately 36 million visitors in 2013. As a special economic zone, Hainan Province enjoys special national policies and is the only province in the PRC executing the offshore duty-free shopping policy. It has become the fourth region in the world executing the offshore duty-free shopping policies, following Okinawa Prefecture in Japan, Jeju Island in South Korea and Kinmen and Matsu in Taiwan. HPSLAC is the only official lottery agency in Hainan Province responsible for the coordination and management of the sale and distribution of lottery in Hainan Province.

The Group is the sports entertainment electronic VLT provider in the first open bid (quotation required) for government procurement in the PRC's sports lottery market. Capitalising on our technical strengths, the Group will vigorously extend its VLT business presence in other provincial sports lottery markets.

By order of the Board China Netcom Technology Holdings Limited Wu Wei Hua Executive Director

Hong Kong, 9 June 2014

As at the date of this announcement, the executive Directors are Mr. Leung Ngai Man, Mr. Sung Kin Man and Ms. Wu Wei Hua; and the independent non-executive Directors are Mr. Cai Wei Lun, Mr. Qi Ji and Ms. Xuan Hong.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on the Growth Enterprise Market ("GEM") of The Stock Exchange of Hong Kong Limited 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.

This announcement will remain on the "Latest Company Announcements" page of the GEM website at www.hkgem.com for a minimum period of 7 days from the date of its publication and on the Company's website at www.chinanetcomtech.com.