Hong Kong Exchange and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



## ANNOUNCEMENT

This announcement is made by China Unicom (Hong Kong) Limited (the "Company") pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange of Hong Kong Limited (the "Listing Rules"). Reference is made to the announcement made by the Company on 9 November 2011.

The board of directors (the "Board") of the Company is making this announcement to provide an update on the investigation (the "Investigation") by the National Development and Reform Commission of the People's Republic of China (the "NDRC"), which relates to the price charged for the Internet dedicated leased line access service provided by the Company to Internet service providers.

The Company is proactively cooperating with the NDRC on the Investigation. The Company has conducted a comprehensive internal inspection of its operations and has identified room for improvement in pricing management and relatively wide pricing variation, in respect of its business relating to the Internet dedicated leased line access service provided by the Company to Internet service providers. In addition, the quality of interconnection between the Company and other backbone network operators also requires further improvement.

In accordance with the relevant provisions of the Anti-Monopoly Law of the People's Republic of China, the Company has submitted to the NDRC a proposal for enhancement initiatives and an application for suspension of the Investigation. The Company will earnestly implement the enhancement initiatives, improve the pricing management in connection with the Internet dedicated leased line access service and actively cooperate with other backbone network operators to improve the quality of the Internet interconnection.

During the Twelfth Five-year period (from 2011 to 2015), the Company will continue to increase its investment in the construction of broadband Internet, further implement the project to upgrade broadband network with increased access speed and significantly increase the penetration of optic fibre access and the broadband access speed. Meanwhile, the Company plans to further reduce the bandwidth unit fees for public customers and to provide customers with high quality service.

By Order of the Board of China Unicom (Hong Kong) Limited Chu Ka Yee Company Secretary

Hong Kong, 2 December 2011

As at the date of this announcement, the Board of Directors of the Company comprises:

Executive directors	: Chang Xiaobing, Lu Yimin, Tong Jilu and Li Fushen
Non-executive director	: Cesareo Alierta Izuel
Independent non-executive	: Cheung Wing Lam Linus, Wong Wai Ming, John Lawson Thornton,
directors	Timpson Chung Shui Ming and Cai Hongbin