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# CHINA WIRELESS TECHNOLOGIES LIMITED

# 中國無線科技有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2369)

#### **ANNOUNCEMENT**

The Directors are pleased to announce that the National Development and Reform Commission of China has issued an internal memorandum to, among others, the Shenzhen Development and Reform Commission on 31 October 2007, pursuant to which the Shenzhen Development and Reform Commission will grant the Approval to Yulong Shenzhen, an indirect whollyowned subsidiary of the Company to manufacture chipsets and terminal devices that adopt the TD-SCDMA standard.

The Directors confirm that a formal notice in relation to the Approval will be issued by the Shenzhen Development and Reform Commission to Yulong Shenzhen shortly. An announcement containing further information on the Approval will be published by the Company in accordance with the relevant requirements of the Listing Rules, if necessary.

This announcement is made pursuant to Rule 13.09(1) of the Listing Rules.

This announcement is made pursuant to Rule 13.09(1) of the Rules Governing the Listing of Securities (the "Listing Rules") on The Stock Exchange of Hong Kong Limited.

#### The Approval

The directors (the "Directors") of China Wireless Technologies Limited (the "Company") is pleased to announce that the National Development and Reform Commission of China (中華人民 共和國國家發展和改革委員會) has issued an internal memorandum to, among others, the Shenzhen Sub-provincial City branch of the Development and Reform Commission of China (深圳市的 發展和改革委員會) (the "Shenzhen Development and Reform Commission") on 31 October 2007, pursuant to which the Shenzhen Development and Reform Commission will grant an approval (the "Approval") to Yulong Computer Telecommunications Scientific (Shenzhen) Co., Ltd ("Yulong Shenzhen"), an indirect wholly-owned subsidiary of the Company to manufacture chipsets and terminal devices that adopt the Time Division - Synchronous Code Division Multiple Access ("TD-SCDMA") standard.

The Directors confirm that a formal notice in relation to the Approval will be issued by the Shenzhen Development and Reform Commission to Yulong Shenzhen shortly. An announcement containing further information on the Approval will be published by the Company in accordance with the relevant requirements of the Listing Rules, if necessary.

### The TD-SCDMA Technology

TD-SCDMA standard is a locally developed technology for 3G terminal devices in China. Together with the European W-CDMA (Wideband Code Division Multiple Access) standard and the American CDMA (Code Division Multiple Access) 2000 standard, TD-SCDMA has been approved by the Ministry of Information Industry (信息產業部) of China as the country's standard of 3G mobile telecommunication.

## The Impact of the Approval on the Group

China is one of the largest and fastest growing wireless communications markets in the world. It is expected that the Chinese government will launch 3G mobile services before the Beijing Olympics Game commences in 2008 and there will be a high demand for 3G handsets. As TD-SCDMA standard would be adopted as the major 3G standard, the Approval represents a massive business opportunity for the Group.

The manufacturing of chipsets and terminal devices that adopt the TD-SCDMA standard pursuant to the Approval may or may not give rise to significant positive impact on the results of operations of the Group in the near future, the shareholders of the Company and investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
China Wireless Technologies Limited
Jiang Chao
Company Secretary

Hong Kong, 15 November 2007

As at the date of this announcement, the executive Directors of the Company are Mr. Guo Deying and Mr. Jiang Chao, the non-executive Directors are Ms. Yang Xiao and Ms. Ma Dehui and the independent non-executive Directors are Dr. Huang Dazhan, Mr. Xie Weixin, Mr. Chan King Chung and Mr. Yang Xianzu.