

China Wireless Signs Sales Agreement with China Telecom

2nd Order in December

(Hong Kong, 19 December 2008) China Wireless Technologies Limited (the "Company") is pleased to announce that China Wireless entered into a further legally binding agreement on 17 December 2008 with eSurfing Telecom Terminal Co., Ltd. (\lceil eSurfing Telecom \rfloor), a wholly-owned subsidiary of China Telecom (Stock Code: 728) whereby the Company agreed to supply 100,000 CDMA terminal devices to eSurfing Telecom.

This is the 2nd order from eSurfing Telecom this month after the 1st one placed on 8 December 2008, whereby China Wireless agreed to supply 100,000 terminal devices including 4 models. The 2nd order involves 100,000 units of COOLPAD N68 model, whose unit price is the highest in the China Telecom CDMA terminal tender.

China Telecom is supposed to become China Wireless' biggest client after its taking over CDMA network from China Unicom (Stock Code: 762). Talking about the two sales orders from China Telecom this month, Mr. Guo Deying, Chairman of China Wireless says, "We believe that the Company's sales will benefit from the expanding client base as the reconstruction of telecommunication industry has been settled."

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