

*Hong Kong Exchanges 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 disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*



*(Incorporated in Hong Kong with limited liability)*  
**(Stock Code: 01883)**

## **SUPPLEMENTARY ANNOUNCEMENT**

### **CONTINUING CONNECTED TRANSACTIONS**

#### **SERVICE AGREEMENT FOR TECHNICAL AND SUPPORT SERVICES**

Reference is made to the Company's announcement dated 19 June 2019 (the "**Announcement**") in relation to the Service Agreement entered into by CEC-HK and CPC, being wholly-owned subsidiaries of the Company, with CEC, pursuant to which CEC-HK and CPC shall engage CEC as service provider for the provision of technical and support services in the PRC to the customers of CEC-HK and CPC for a term of three years from 24 June 2019 to 23 June 2022 (both dates inclusive). Unless otherwise specified, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcement. The board of Directors wishes to provide the following additional information relating to the Transactions.

#### **INTERNAL CONTROL PROCEDURES**

The Company has adopted the following internal control measures to ensure that the Transactions are conducted in accordance with the pricing policy and terms of the Service Agreement as well as the Listing Rules:

- (i) In respect of the service fee payable to CEC for the technical and support services provided to the customers of CEC-HK and CPC by CEC in the PRC, such service fee will be charged on the basis of cost plus a prevailing market rate. CPC's finance department will determine such prevailing market rate by taking into consideration the nature and/or extent of the services required by CEC-HK and CPC, and will ensure that the service fee payable by CEC-HK and CPC to CEC for the technical and support services will not be more favourable than the general market service fee for identical or similar services provided to CEC-HK and CPC by other independent third parties.
- (ii) CPC's finance department will monitor and ensure that the Transactions are conducted in accordance with the terms of the Service Agreement and do not exceed the annual caps of the Transactions.

- (iii) The board of Directors will continue to review on a regular basis the Group's internal control system and its effectiveness.
- (iv) The Company will appoint an external auditor pursuant to the Listing Rules to conduct annual reviews of the Transactions and its annual caps.

By order of the board of directors  
**CITIC Telecom International  
Holdings Limited**  
**Xin Yue Jiang**  
*Chairman*

Hong Kong, 21 June 2019

*As at the date of this announcement, the directors of the Company are: Executive Directors: Mr. Xin Yue Jiang (Chairman), Dr. Lin Zhenhui and Dr. Chan Tin Wai, David; Non-Executive Directors: Mr. Liu Jifu and Mr. Fei Yiping; and Independent Non-Executive Directors: Mr. Liu Li Qing, Mr. Zuo Xunsheng and Mr. Lam Yiu Kin.*