

*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.*



**中 彩 網 通 控 股 有 限 公 司**

**China Netcom Technology Holdings Limited**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 8071)**

## **VOLUNTARY ANNOUNCEMENT CONTRACT WITH SCIENTIFIC GAMES**

The Board is pleased to announce that Huancai Puda (being a subsidiary of the Company) and Scientific Games (being one of the world's leading producer of instant lottery tickets and the exclusive service provider of the instant lottery tickets of the China Sports Lottery) entered into the Contract on 12 December 2011, pursuant to which the parties agreed to (i) jointly develop tabletop and mobile terminals in the PRC; (ii) implement the construction of the self-service terminal sales network; and (iii) work together to promote the construction and operation of the China Sports Lottery self-service terminals sales system.

The possible co-operation pursuant to the Contract, if materialises, may or may not constitute a notifiable transaction under Chapter 19 of the GEM Listing Rules. The Company will keep the Shareholders and potential investors of the Company informed of any material development in connection with the above matter (including but not limited to the profit allocation and duration of the Contract) by way of further announcement(s) as and when appropriate.

This announcement is made on a voluntary basis in relation to the Contract in order to enhance the transparency of the Company.

### **THE CONTRACT**

The Board is pleased to announce that Huancai Puda (being a subsidiary of the Company) and Scientific Games (being one of the world's leading producer of instant lottery tickets and the exclusive service provider of the instant lottery tickets of the China Sports Lottery) entered into the Contract on 12 December 2011, pursuant to which the parties agreed to (i) jointly develop tabletop and mobile terminals in the PRC; (ii) implement the construction of the self-service terminal sales network; and (iii) work together to promote the construction and operation of the China Sports Lottery self-service terminals sales system.

Pursuant to the Contract:

**Huancai Puda shall be responsible for, among others:**

- (i) funding and producing self-service terminals and its assorted computer software system; and
- (ii) co-operating with Scientific Games to complete and obtain the network access permit of self-service terminals in the China Sports Lottery sales system.

**Scientific Games shall be responsible for, among others:**

- (i) signing relevant contract with sports lottery sales organisation;
- (ii) assisting Huancai Puda in obtaining the network license permitting self-service lottery sales terminals in provincial and/or national lottery field and the sales permit which allows sales of electronic and paper-based instant lottery tickets on self-service lottery terminals of the China Sports Lottery; and
- (iii) providing technical test for the self-service terminals and co-operating with Huancai Puda in obtaining the network access permit of self-service terminals named by Huancai Puda in the China Sports Lottery sales system.

The Contract shall have the same duration as the duration of the contract signed between Scientific Games and the China Sports Lottery on self-service terminals provision. If neither of the parties has written objection, the Contract will be renewed automatically upon expiration.

Huancai Puda and Scientific Games will negotiate and enter into further agreement(s) regarding the detailed terms of the co-operation including but not limited to the profit allocation and duration of the Contract.

To the best knowledge, information and belief of the Directors, Scientific Games and its shareholder(s) are Independent Third Parties.

The Board considers that the Contract was entered into in the ordinary course of business of the Group and on normal commercial terms after arm's length negotiation. The Board is of the view that the terms of the Contract are fair and reasonable and in the interests of the Company and the Shareholders as a whole.

The above possible co-operation pursuant to the Contract, if materialises, may or may not constitute a notifiable transaction under Chapter 19 of the GEM Listing Rules. The Company will keep the Shareholders and potential investors of the Company informed of any material development in connection with the above matter (including but not limited to the profit allocation and duration of the Contract) by way of further announcement(s) as and when appropriate.

## DEFINITIONS

In this announcement, the following expressions have the meanings set out below unless the context requires otherwise:

|                                |   |
|--------------------------------|---|
| “Board”                        | the board of Directors  |
| “China Sports Lottery”         | China Sports Lottery issuing and sales authority which has nationwide lottery-selling network in the PRC and an Independent Third Party so far as the Directors are aware |
| “Company”                      | China Netcom Technology Holdings Limited, a company incorporated in the Cayman Islands with limited liability and the issued shares of which are listed on GEM            |
| “connected person(s)”          | has the meaning ascribed thereto in the GEM Listing Rules   |
| “Contract”                     | the contract dated 12 December 2011 entered into between Huancai Puda and Scientific Games  |
| “Directors”                    | the directors of the Company  |
| “GEM”                          | the Growth Enterprise Market of the Stock Exchange  |
| “GEM Listing Rules”            | the Rules Governing the Listing of Securities on GEM  |
| “Group”                        | the Company and its subsidiaries  |
| “Hong Kong”                    | the Hong Kong Special Administrative Region of the PRC  |
| “Huancai Puda”                 | Shenzhen Huancai Puda Technology Company Limited* (深圳環彩普達科技有限公司), a subsidiary of the Company and a party named under the Contract  |
| “Independent Third Party(ies)” | person(s) who is not a connected person of the Company and is independent of and not connected with the Company and its connected persons                                 |
| “PRC”                          | the People’s Republic of China, which for the purpose of this announcement excludes Hong Kong, the Macau Special Administrative Region of the PRC and Taiwan              |

|                    |   |
|--------------------|---|
| “Scientific Games” | Scientific Games Worldwide Limited, an Independent Third Party so far as the Directors are aware and a party named under the Contract |
| “Shareholder(s)”   | holder(s) of the shares of the Company  |
| “Stock Exchange”   | The Stock Exchange of Hong Kong Limited   |

By order of the Board  
**China Netcom Technology Holdings Limited**  
**Ng Kwok Chu, Winfield**  
*Executive Director*

Hong Kong, 15 December 2011

\* *For identification purpose only*

*As at the date of this announcement, the executive Directors are Mr. Leung Ngai Man, Mr. Ng Kwok Chu, Winfield and Ms. Wu Wei Hua; and the independent non-executive Directors are Dr. Leung Wai Cheung and Mr. Cai Wei Lun.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules 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](http://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](http://www.chinanetcomtech.com).*