

27 September 2010

**High Concentration of Shareholding
in
HyComm Wireless Limited (Stock Code: 499)**

This announcement is made by the Securities and Futures Commission (“SFC”) in respect of the concentration of the shareholding of HyComm Wireless Limited (“the Company”) in the hands of a limited number of shareholders as at 13 September 2010.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company (“Shares”) could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that, as at 13 September 2010, 15 shareholders held an aggregate of 117,383,221 Shares, representing 23.51% of the issued Shares. Such shareholding, together with 357,590,000 Shares (representing 71.62% of the issued Shares) held aggregately by the three substantial shareholders (namely Billion Gain Development Limited, Mr. Lau Chi Yuen Joseph and Regal Power Investments Limited) and two executive directors of the Company (namely Mr. Shi Jian Ping and Mr. Choi Chiu Fai Stanley), represented 95.13% of the issued Shares as at 13 September 2010. Thus, only 4.87% of the issued Shares were held by other investors. Furthermore, it is noted that, as at 13 September 2010, approximately 66.34% of issued Shares were kept outside CCASS, suggesting only a limited amount of Shares were readily available for trading on the market. Of the remaining 33.66% of issued Shares kept in CCASS, approximately 27.73% of issued Shares were collectively held by two brokers, namely Yardley Securities Limited and United Simsen Securities Limited.

As at 13 September 2010, the shareholding structure of the Company is as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Mr. Shi Jian Ping (Note 1)	97,000,000	19.43
Billion Gain Development Limited (Note 2)	94,000,000	18.83
Mr. Lau Chi Yuen Joseph (Note 3)	86,400,000	17.30
Regal Power Investments Limited (Note 1)	51,500,000	10.31
Mr. Choi Chiu Fai Stanley (Note 4)	28,690,000	5.75
A group of 15 shareholders	117,383,221	23.51
Other shareholders	24,303,459	4.87
Total	499,276,680	100.00



Note 1: According to the Company announcement dated 5 July 2010, on 29 June 2010, Mr. Shi Jian Ping (“Mr. Shi”) entered into an agreement with Regal Power Investments Limited (“Regal Power”) to acquire 97,000,000 Shares of the Company. After the Shares transfer, Mr. Shi and Regal Power each holds 97,000,000 Shares and 51,500,000 Shares of the Company respectively. However, our enquiry with the company registrar revealed that as of 13 September 2010, the Shares transfer has not been effected. Mr. Shi is the Chairman and an executive director of the Company with effect from 8 July 2010. Regal Power is wholly and beneficially owned by Mr. Chan Yuen Ming.

Note 2: Billion Gain Development Limited is wholly and beneficially owned by Miss Beh Yong Shin.

Note 3: These 86,400,000 Shares held by Mr. Lau Chi Yuen Joseph (“Mr. Lau”) consist of (i) 72,000,000 Shares held by Joy Glory Limited, which is wholly and beneficially owned by Mr. Lau; and (ii) 14,400,000 Shares held by Mr. Lau personally.

Note 4: Mr. Choi Chiu Fai Stanley is the Deputy Chairman and an executive director of the Company.

It is noted that the closing share price of the Company surged 96.7% from \$2.75 on 13 August 2010 to \$5.41 on 13 September 2010. During the period, apart from the announcements of monthly returns and poll results of the Company’s annual general meeting held on 6 September 2010, there was no other announcement published by the Company. As at 24 September 2010, share price of the Company closed at \$5.40.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the Shares could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

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