

**Possible merger of China Unicom Limited (Unicom) and China Netcom Group Corporation (Hong Kong) Limited (Netcom)  
by way of a scheme of arrangement**

**Disclosure of dealings in the relevant securities of Netcom**

The Executive received the following disclosure of securities dealings pursuant to Rule 22 of the Hong Kong Code on Takeovers and Mergers:

| <b>Party</b>                 | <b>Date</b>    | <b>Description of relevant securities</b> | <b>Bought / Sold</b> | <b>Total no. of securities</b> | <b>Highest (H) and Lowest (L) prices paid or received</b> |
|------------------------------|----------------|---|----------------------|--------------------------------|---|
| J.P. Morgan Whitefriars Inc. | 28 August 2008 | Shares                                    | Sell                 | 240,000                        | (H) HK\$18.86<br>(L) HK\$18.26                            |

Notes

1. J.P. Morgan Whitefriars Inc. is an exempt principal trader connected with Unicom.