

**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.	13 August 2008	Shares	Buy	33,500	(H) HK\$22.30 (L) HK\$22.15
Citigroup Global Markets Financial Products LLC	13 August 2008	Shares	Sell	14,000	(H) HK\$22.20 (L) HK\$22.20

Notes

1. J.P. Morgan Whitefriars Inc. is an exempt principal trader connected with Unicom.
2. Citigroup Global Markets Financial Products LLC is an exempt principal trader connected with Netcom.