

Press Releases

Possible merger of China Unicom Limited (Unicom) and China Netcom Group Corporation (Hong Kong) Limited (Netcom) by way of a scheme of arrangement of Netcom under Section 166 of the Hong Kong Companies Ordinance

Disclosure of dealings in the shares of Netcom

5
June
2008

The Executive received the following disclosure of dealings in the shares of Netcom pursuant to Rule 22 of the Hong Kong Code on Takeovers and Merger:

Details of dealings in the shares of Netcom:

Details of dealings by an exempt principal trader

Party	Date	Description of Relevant Securities	Purchase / Sale	Total No.	Highest (H) and Lowest (L) Prices Paid or Received (HK\$)
JP Morgan Whiefriars Inc. (Note 1 & 2)	3 June 2008	Shares	Buy	461,000	(H) 24.25 (L) 23.60
			Sell	353,500	(H) 24.10 (L) 23.70
	4 June 2008	Shares	Buy	279,500	(H) 23.40 (L) 22.45
			Sell	246,000	(H) 23.60 (L) 22.55

Details of dealings in options or derivatives

Options / Derivatives					Dealings				
Party	Date of Dealing	Description	Exercise Price (HK\$)	Exercise Period	No. of Derivatives	Nature of Dealings	Price Per Unit (HK\$)	Number of voting Shares Concerned	Resultant Balance
Citigroup Global Markets Limited (Note 3)	3 June 2008	OTC option	24.225	26 February 2008 - 26 May 2008		Exercising of a pre-existing OTC option by a client of which the option was supposed to be exercised on 26 May 2008 but deferred to 3 June 2008 due to the suspension	24.225	1,520,000	Nil

				of the trading of the shares then				
4 June 2008	OTC option	18.86	4 June 2008	Exercising of a pre- existing OTC option by a client	18.86	2,000,000	Nil	

Ends

Notes:

1. JP Morgan Whitefriars Inc. is an exempt principal trader connected with Unicom.
2. The trades relate to trading of shares to hedge against pre-existing derivatives and/or continuous trading programs.
3. Citigroup Global Markets Limited is an exempt principal trader connected with Netcom.