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Comba

COMBA TELECOM SYSTEMS HOLDINGS LIMITED

京 信 通 信 系 統 控 股 有 限 公 司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2342)

GRANT OF SHARE OPTIONS

This announcement is made pursuant to Rule 17.06A of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

The board of directors (the “**Board**”) of Comba Telecom Systems Holdings Limited (the “**Company**”) hereby announces that on 22 July 2010 (the “**Date of Grant**”), the Company has granted 30,000,000 share options (the “**Share Options**”) to individuals (the “**Grantees**”), subject to acceptance of the Grantees, under the share option scheme adopted by the Company on 20 June 2003. The Share Options shall entitle the Grantees to subscribe for a total of 30,000,000 new ordinary shares of HK\$0.10 each (the “**Share(s)**”) in the share capital of the Company. Details of the Share Options granted are set out below :

| | |
|--|--|
| Date of Grant | : 22 July 2010 |
| Exercise price of the Share Options granted | : HK\$7.950 per Share, which is higher than (i) HK\$0.10, being the nominal value of the Share; (ii) HK\$7.890, being the closing price of the Shares as stated in the daily quotations sheet of the Stock Exchange on the Date of Grant; and (iii) HK\$7.938, being the average of the closing prices of the Shares as stated in the daily quotations sheet of the Stock Exchange from 15 July 2010 to 21 July 2010, both dates inclusive (being the five consecutive trading days immediately preceding the Date of Grant) |
| Closing price of the Shares on the Date of Grant | : HK\$7.890 |

Validity period of the Share Options : The Share Options shall have a validity period of 3 years from 22 July 2010 to 21 July 2013.

50% of the Share Options shall be vested on the date falling the first anniversary of the Date of Grant and exercisable from 22 July 2011 to 21 July 2013, both dates inclusive.

The remaining 50% of the Share Options shall be vested on the date falling the second anniversary of the Date of Grant and exercisable from 22 July 2012 to 21 July 2013, both dates inclusive.

Among all the Share Options granted above, 600,000 Share Options were granted to the following directors of the Company (all of whom are independent non-executive directors) with details as follows :

| Independent non-executive directors | Number of Shares Options granted |
|--|---|
| Yao Yan | 200,000 |
| Lau Siu Ki, Kevin | 200,000 |
| Liu Cai | <u>200,000</u> |
| Total : | <u><u>600,000</u></u> |

Save as disclosed above, none of the Grantees is a director, chief executive or substantial shareholder (as defined in the Listing Rules) of the Company, or an associate (as defined in the Listing Rules) of any of them.

By order of the Board of
Comba Telecom Systems Holdings Limited
Tong Chak Wai, Wilson
Executive Director

Hong Kong, 22 July 2010

As at the date of this announcement, the Board comprises the following executive directors: Mr. FOK Tung Ling, Mr. ZHANG Yue Jun, Mr. TONG Chak Wai, Wilson, Mr. WU Jiang Cheng, Mr. YAN Ji Ci, Mr. ZHENG Guo Bao and Mr. YEUNG Pui Sang, Simon; and the following independent non-executive directors: Mr. YAO Yan, Mr. LAU Siu Ki, Kevin and Mr. LIU Cai.