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For Immediate Release

## **China Mobile Technology Secures A\$6m Pre-IPO Funding for Capacity Expansion and to Enhance Design Capabilities**

China Mobile Technology Limited, a leading mobile handset manufacturer in the PRC, today announced that it has secured A\$6m investment from Pre-IPO investors to expand its production capacity and R&D development.

The Group's first fund raising exercise was very well received with an over-subscription of 10 times, henceforth it firmly establishes China Mobile Technology's reputation and brand name as the leading vertically integrated mobile handset manufacturer in the PRC.

"We are very pleased with the response of our first fund raising exercise, it represents our ongoing efforts and focus in brand building, design and production capabilities. With these proceeds, we are looking to secure a piece of land for capacity expansion and to further enhance our design and R&D efforts." said Ms. Helen Yang, Chief Executive Officer of China Mobile Technology.

By the end of 2007, China had 365 million fixed-line subscribers and 547 million mobile subscribers, the two figures combined accounted for a fifth of the world's total phone subscribers. During the period from 2001 to 2006, annual mobile handset sales in China increased at an average annual growth rate of 26.6% from 46 million units in 2001 to 119 million units in 2006.

Ms. Yang further elaborated, "Since mobile communication made its first introduction into China in 1987, its market rose from zero into a globally eye-catching explosive growth. Now, it has become the world's number one mobile communication market. We believe that this market is expected to grow further with lower communication charges and lower handset prices."

"As one of a few vertically integrated handset manufacturers, China Mobile Technology is in an enviable position to capitalize on its design and production capabilities and to secure more market share in the PRC and to expand into the global markets in the near future" concluded Ms. Yang.

The Group expects to increase its production capacity by 400% from 54,000 units per month previously once the new production facilities are ready which is targeted to be by June 2008. Furthermore, the Group is exploring several collaborations with reputable Chinese Universities to enhance our design and R&D capabilities.

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### *About China Mobile Technology Limited*

*China Mobile Technology Limited provides comprehensive and integrated design and production facilities for mobile handsets, which includes ODM manufacturing and handset design solutions.*

*Located in Longgang Industrial Park, Shenzhen, PRC, China Mobile Technology was awarded the ISO 9001 certification for its quality management system. Built on the strength of its management team which has over 20 years of experience in the mobile communication industry, China Mobile Technology's extensive sales and distribution network cover all major business centers in the PRC.*