

The Stock Exchange of Hong Kong Limited takes no responsibility for the contents of this announcement, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



ABC Communications (Holdings) Limited

(incorporated in Bermuda with limited liability)

(Stock Code: 30)

THE SUPPLEMENTAL PLACING AGREEMENT AND PUBLIC FLOAT OF THE COMPANY

Due to the recent volatile market situation, on 22 September 2008 after trading hours, the Offeror and President Securities entered into the Supplemental Placing Agreement to extend the Placing Period to 22 October 2008 (or such later date as the Offeror and President Securities may agree in writing).

As at the date of this announcement, approximately 16.33% of the existing issued share capital of the Company is held by the public who are Independent Third Parties. Although the public float of the Company falls below 25%, the minimum public float percentage prescribed by the Listing Rules, the Shares held by the public represent a market capitalisation of approximately HK\$30.1 million based on the closing price of HK\$0.395 per Share as at the date of this announcement. The Company is of the view that there remains an open market of the Shares. If the minimum public float of the Shares falls below 15%, the Company will request that its Shares be suspended from trading pending the restoration of the public float. An application has been made by the Company to the Stock Exchange for a waiver from strict compliance with Rule 8.08 of the Listing Rules on the 25% minimum public float requirement for a period of one month from the date of this announcement and the Company will take appropriate steps as soon as practicable to ensure that at least 25% of the issued share capital of the Company will be held in public hands in order to comply with the minimum public float requirement in Rule 8.08 of the Listing Rules.

Reference is made to the joint announcements of the Company and the Offeror dated 20 August 2008 and 17 September 2008 and the composite offer and response document of the Company and the Offeror dated 27 August 2008 (the "Composite Offer Document"). Unless otherwise stated, capitalized terms used in this announcement shall have the same meanings as those defined in the Composite Offer Document.

As disclosed in the joint announcement of the Company and the Offeror dated 17 September 2008, upon the closing of the Offer, approximately 16.33% of the existing issued share capital of the Company is held by the public who are Independent Third Parties. Pursuant to the Placing Agreement, President Securities has been appointed as the placing agent to procure purchasers or, and failing which to purchase itself, up to 116,721,500 Shares at the price of HK\$0.3992 per Share during the period (the “Placing Period”) commencing from the Closing Date and terminating on the third Business Day after the Closing Date (i.e. 22 September 2008) or such later date as the Offeror and President Securities may agree in writing. Given that the Offeror received acceptances under the Offer resulting in it being interested in more than 75% of the issued share capital of the Company, President Securities will place 40,485,100 Shares under the Placing Agreement so that shareholding of the Offeror and parties acting in concert with it will maintain at 75% of the issued share capital of the Company and the public float will be at not less than 25% of the issued share capital of the Company.

Since the closing of the Offer, President Securities has tried to sound out interest of its clients in taking up the Shares. However, due to the volatility of the market, President Securities received no response. In the premises, President Securities has considered whether or not to exercise its right to terminate the Placing Agreement under the force majeure provisions. After consultation with the Offeror, President Securities agreed that the more appropriate manner to handle the present situation is to extend the Placing Period as it would be difficult for the Offeror to enter into another placing arrangement to place down its holdings in the present conditions.

On 22 September 2008 after trading hours, the Offeror and President Securities entered into the supplemental placing agreement (the “Supplemental Placing Agreement”), pursuant to which President Securities agreed to procure purchasers or, and failing which to purchase itself, up to 40,485,100 Shares and to extend the Placing Period to 22 October 2008 (or such later date as the Offeror and President Securities may agree in writing). Save as disclosed, terms under the Placing Agreement shall remain the same. As at the date of this announcement, no Shares under the Placing Agreement have been placed to any places.

In light of the milestone timetable proposed by President Securities and that the market has become more stable in these two days, and taking into account the intention of both the Offeror and President Securities to effect the placing down as soon as practicable, President Securities considered the one-month extension appropriate.

As at the date of this announcement, approximately 16.33% of the existing issued share capital of the Company remains to be held by the public who are Independent Third Parties. Although the public float of the Company falls below 25%, the minimum public float percentage prescribed by the Listing Rules, the Shares held by the public represent a market capitalisation of approximately HK\$30.1 million based on the closing price of HK\$0.395 per Share as at the date of this announcement. The Company is of the view that there remains an open market of the Shares. If the minimum public float of the Shares falls below 15%, the Company will request that its Shares be suspended from trading pending restoration of public float. An application has been made by the Company to the Stock Exchange for a waiver from strict compliance with Rule 8.08 of the Listing Rules on the 25% minimum public float requirement for a period of one month from the date of this announcement and the Company will take appropriate steps as soon as practicable to ensure that at least 25% of the issued share capital of the Company will be held in public hands in order to comply with the minimum public float requirement in Rule 8.08 of the Listing Rules.

By order of the board of
ABC Communications (Holdings) Limited
Cheung Wai Shing
Executive Director

Hong Kong, 22 September 2008

As at the date hereof, the board of directors of the Company comprises Mr. Jing Zhanbin and Mr. Cheung Wai Shing as Executive Directors and Mr. Ye Zhiqiang, Mr. Anthony Michael Bough and Mr. Tsang Kwok Wai as Independent Non-Executive Directors.