



CASTEL

CASIL TELECOMMUNICATIONS HOLDINGS LIMITED

(航天科技通信有限公司)*

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1185)

CHANGE OF INDEPENDENT NON-EXECUTIVE DIRECTORS AND AUDIT COMMITTEE MEMBERS

The board of directors (the "Board") of CASIL Telecommunications Holdings Limited (the "Company") is pleased to announce that with effect from 30 September 2004:

1. Mr. Sit Kien Ping, Peter ("Mr. Sit") resigned from his office as Independent Non-executive Director of the Company, and ceased to act as member of the Audit Committee of the Company as he will no longer be regarded as independent in accordance with the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("Listing Rules").
2. Mr. Yiu Ying Wai, Alex ("Mr. Yiu"), and Mr. Wong Fai, Philip ("Mr. Wong") are appointed as Independent Non-executive Directors of the Company.

Mr. Yiu Ying Wai, Alex, aged 51, is appointed an Independent Non-executive Director and the Chairman of the Audit Committee of the Company on 30 September 2004. He holds a Bachelor's degree in Architectural Studies from the University of Hong Kong. He is a fellow member of the Association of Chartered Certified Accountants, a registered member of Certified Management Accountants of Alberta, Canada and also a practising member of the Hong Kong Institute of Certified Public Accountants in Hong Kong. Mr. Yiu is currently a senior consultant of W. T. Wong and Company. He has over 20 years of experience in auditing, accounting and financial management in Hong Kong and overseas.

Mr. Wong Fai, Philip, aged 48, is appointed an Independent Non-executive Director of the Company on 30 September 2004. Mr. Wong has over 20 years' experience in the IT industry. He is highly involved in many social activities of IT industry in Hong Kong and the PRC as well as public service to the business community. He was awarded the Hong Kong Ten Outstanding Young Person, and was the founder of Hong Kong IT Charity Fund and the Council Member of Hong Kong Polytechnic University. Presently, he is the Advisor of Shanghai Jiao Tong University and the Advisory Member of China National Committee for Pacific Economic Cooperation under Pacific Economic Cooperation Council.

None of Mr. Yiu and Mr. Wong has any interest (as defined in Part XV of the Securities and Futures Ordinance) in the shares of the Company. They have not entered into any director's service contracts with the Company. Currently there are yet no agreed term of their services, and are subject to the requirements in the Articles of Association ("Articles") of the Company in relation with resignations and re-elections, pursuant to which, as newly appointed Independent Non-executive Directors, they will serve until the expiry of the next Annual General Meeting of the Company, will be eligible for re-election, and will also be subject to rotation in the subsequent Annual General Meetings pursuant to the Articles. The director's fee for Mr. Yiu and Mr. Wong are HK\$50,000 each year respectively, which were determined by the Board in accordance with the duties of the directors and market conditions.

Save as disclosed above, Mr. Yiu and Mr. Wong do not have any directorships in any listed public companies in the last three years or other major qualifications or appointments. They do not have any relationships with any other directors, senior management, substantial and controlling shareholders (as defined in Listing Rules).

The Board would like to welcome Mr. Yiu and Mr. Wong to join the Board of the Company and thank Mr. Sit for his valuable contribution to the Company during the past years.

Save as disclosed above, the Board is not aware of any other matters that it considers necessary to be brought to the attention of the holders of the securities of the Company.

By Order of the Board
Wang Xiaodong
Managing Director

Hong Kong, 30 September 2004

As at the date of this announcement, the Board comprises Mr. Rui Xiaowu (Chairman), Mr. Wang Xiaodong (Vice-chairman and Managing Director), Mr. Zhou Xiaoyun, Mr. Han Jiang, Mr. Guo Xiaopeng and Mr. Xu Jian Hua as Executive Directors, Mr. Ma Yucheng as Non-executive Director and Mr. Zhu Shixiong, Mr. Moh Kwen Yung, Mr. Lau Tit Shing, Mr. Yiu Ying Wai, Alex and Mr. Wong Fai, Philip as Independent Non-executive Directors.

* For identification purpose only