ABC COMMUNICATIONS (HOLDINGS) LIMITED

(incorporated in Bermuda with limited liability)

(Stock Code: 30)

ANNOUNCEMENT

ACQUISITION OF EXPLOITATION RIGHT OF AN IRON MINE, TERMINATION OF THE ACQUISITION AGREEMENT AND RESUMPTION OF TRADING

This announcement is made pursuant to rule 13.09 of the Rules Governing the Listing of Securities (the "**Listing Rules**") on The Stock Exchange of Hong Kong Limited (the "**Stock Exchange**").

Reference is made to the announcement made by ABC Communications (Holdings) Limited (the "**Company**") on 27 July 2009.

On 14 July 2009, the Company entered into a sale and purchase agreement (the "**Acquisition Agreement**") with an independent third party (the "**Vendor**") in relation to the acquisition of the entire equity interest of a company (the "**Target Company**") which holds an exploitation right of an iron ore mine in the Republic of Indonesia. If the Acquisition Agreement proceeds to completion, it will constitute a very substantial acquisition for the Company under Chapter 14 of the Listing Rules.

Completion of the Acquisition Agreement is subject to, inter alia, due diligence review on the Target Company having been completed to the satisfaction of the Company. The Company commenced the due diligence exercise immediately after the signing of the Acquisition Agreement. As the Company was unable to satisfy itself as to the results of the due diligence, the due diligence process was terminated on 29 July 2009. By mutual consent of the Company and the Vendor, on 30 July 2009, the Company entered into a deed of termination with the Vendor to terminate the Acquisition Agreement. No monetary sum has been paid or shall be payable by the Company as a result of the Acquisition Agreement or its termination. Pursuant to the deed of termination, both parties confirm that they have no claim against each others in respect of the Acquisition Agreement.

Trading in the shares of the Company has been suspended at 9:30 a.m. on 15 July 2009 pending the publication of this announcement. An application has been made by the Company to the Stock Exchange for the resumption of trading in the shares of the Company on the Stock Exchange from 9:30 a.m. on 31 July 2009.

By order of the board of
ABC Communications (Holdings) Limited
Chen Jiasong
Chairman

Hong Kong, 30 July 2009

As at the date hereof, the board of directors of the Company comprises:

Executive Directors:
Mr. Chen Jiasong *(Chairman)*
Mr. Wang Sen Hao *(Honorable Chairman)*
Mr. Wang Zhi Gang
Mr. Cheung Wai Shing

Independent Non-Executive Directors:
Mr. Tsang Kwok Wai
Mr. Lee Kwong Yiu
Mr. Zhang Guang Hui