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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)

UPDATE ANNOUNCEMENT ON LITIGATION

This announcement is made on a voluntary basis.

Reference is made to the voluntary announcements of Comba Telecom Systems Holdings Limited dated 17 June 2011 and 22 August 2011 (the "Announcements") in relation to the litigation against Comba Telecom Systems Holdings Limited (the "Company" and its certain members, the "Group") by Andrew LLC ("Andrew") with respect to an alleged patent infringement by the Company. Unless otherwise stated, capitalized terms used herein shall bear the same meanings as defined in the Announcements.

In relation to the application to the Patent Reexamination Office of the State Intellectual Property Office ("**Patent Reexamination Office** ") made by the Group to revoke the RET patent asserted by Andrew in China as mentioned in the announcement of the Company dated 22 August 2011, the Company is pleased to announce that the Beijing High People's Court and the Patent Reexamination Office have revoked the patent on remote electrical tilt (RET) technology used in base station antennas as asserted by Andrew in the litigation. The ruling by the Patent Reexamination Office was final and conclusive.

The board of directors of the Company (the "**Board**") further noted that there was a statement made by CommScope, the subsidiary of Carlyle group and the holding company of Andrew, dated 4 February 2013 that the Beijing Intermediate People's Court has made a decision that the Group had infringed a patent of Andrew in relation to phase shifter technology.

The Board would like to clarify that the Group has made an appeal to the court decision and the decision has not become effective yet and the litigation process is ongoing. Furthermore, based on the relative small amount of the damages, the Board does not consider that there will be any material implications on the Group in respect of such litigation and court decision.

RET systems is a core technology that enables operators to control the antenna beam. While phase shifters are a component of the RET system, there are many different technological designs. In relation to the alleged patent infringement of phase shifter technologies, the Company has long deployed its own proprietary phase shifter technologies, and holds at least 10 granted phase shifter patents and multiple pending patents around the world including China, USA, Brazil and Europe. These technologies are the results of intensive research and development programs in which the Group invests considerable resources and effort in order to maintain its competitive edge. The Company takes the position that Andrew's alleged patent infringement case on phase shifter technology is without merit.

The Board considers that the litigation by CommScope with respect to phase shifters focused on two models of antenna only for China that was discontinued some time ago due to natural evolution and development of technology. While the effect of this is minimal on our portfolio of antenna offerings, the Company will nonetheless continue to pursue this matter through taking proper legal actions. The Company has a strong respect for intellectual property rights and will take steps to defend any incorrect allegations and uphold its rights.

The Company will make further announcement(s) as and when appropriate pursuant to the requirements of the Listing Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

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

Hong Kong, 8 February 2013

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, Mr. YEUNG Pui Sang, Simon and Mr. ZHANG Yuan Jian; and the following independent non-executive Directors: Mr. LIU Cai, Mr. LAU Siu Ki, Kevin, Mr. LIN Jin Tong and Mr. QIAN Ting Shuo.