

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

ZTE中兴
ZTE CORPORATION
中興通訊股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)
(Stock Code: 763)

**ANNOUNCEMENT IN RELATION TO THE ESTIMATED
PERFORMANCE RESULTS**

This announcement is published in Hong Kong pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited.

The Company and all members of the Board of Directors confirm that all the information contained in this announcement is true, accurate and complete and that there is no false and misleading statement or material omission herein.

I. The Estimated Performance Results of the Year

1. Type of Estimated Performance Results: Increase
2. Statement of Estimated Performance Results (estimates in accordance with PRC Accounting Standards for Enterprises)

Unit: RMB			
Items	1 January to 31 December 2009	1 January to 31 December 2008	Increase by percentage
Net Profit	About 2,374.09 million - 2,589.91 million	1,660.20 million	43%-56%
Basic Earnings Per Share	About 1.35 -1.48 ^{note1}	0.95 ^{note2}	42%-56%

Note 1: As a result of the implementation of the allocation of profit of 2008 and the capitalisation of capital reserves proposal in 2009, as well as the implementation of the Phase I Share Incentive Scheme of the Company, the total number of shares of the Company has increased from 1,343,330,310 shares to 1,831,336,215 shares, of which 69,737,523 are restricted shares remaining in lock-up. The calculation of basic earnings per share for 2009 in the above statement is based on the weighted average number of ordinary share capital after deducting the number of restricted shares remaining in lock-up, namely 1,752,691,606 shares.

Note 2: The calculation of basic earnings per share for 2008 in the above statement is based on the share capital after the implementation of the allocation of profit and the capitalisation of capital reserves proposal of 2008, namely 1,746,329,402 shares.

II. Pre-audit of Estimated Performance Results

The Estimated Performance Results has not been audited by any certified public accountants' firm.

III. Reasons for the Changes in Results

1. In 2009, benefitted by the large-scale construction of 3G networks in China, the Company achieved larger growth in business revenue with enhancement in its domestic market share.

2. In 2009, as a result of further strengthening of its internal management, the Company's management efficiency has been effectively upgraded with corresponding decreases in both selling expenses ratio and administrative expenses ratio.

The combined effects of the above factors have led to the growth in the Company's net profit over last year.

IV. Other Information

Details of the Company's financial data for 2009 will be disclosed in its 2009 Annual Report. Investors are reminded to exercise caution over investment risk.

By Order of the Board
Hou Weigui
Chairman

Shenzhen, the PRC
29 January 2010

As at the date of this announcement, the Board of Directors of the Company comprises three executive directors, Yin Yimin, Shi Lirong and He Shiyong; six non-executive directors, Hou Weigui, Wang Zongyin, Xie Weiliang, Zhang Junchao, Li Juping and Dong Lianbo; and five independent non-executive directors, Mi Zhengkun, Li Jin, Qu Xiaohui, Wei Wei and Chen Naiwei.