



中国移动通信
GRENTTECH

1Q2007 Earnings Presentation

May 14th, 2007

Safe Harbor Statements

Statements contained in this presentation that are not historical facts are forward-looking statements, as that term is defined in the Private Securities Litigation Reform Act of 1995. Forward-looking statements, including financial projections and forecasts, involve risks and uncertainties that could cause the Company's actual results to differ materially from its current expectations. Factors that could cause the Company's results to differ materially from those set forth in these forward-looking statements include the Company's reliance on business relationships with the Chinese telecom operators, in particular China Mobile, and base station OEMs; the risk that demand for base station RF parts and components will not continue to grow rapidly for whatever reason; the risk that the Company will not win the bid for China Mobile's TD-SCDMA indoor wireless coverage equipment or any other bids it participates in whether due to pricing, product performance or other factors; risk that the telecommunication operators in China will not accelerate their capital expenditures on wireless coverage products and services; risks associated with large account receivable, long collection periods and accounts receivable cycles; fierce competition in the wireless communication industry including the risk that the Company will continue to experience downward pressure of the pricing of its products; uncertainty as to future profitability and the Company's ability to obtain adequate financing for its planned capital expenditure requirements; its reliance on third parties to carry out the installation of its wireless coverage products; uncertainty as to its ability to continuously develop and manufacture new RF technology and keep up with changes in RF technology; uncertainty as to the issuance of 3G licenses by the PRC governmental authorities; future changes to the regulations and policies governing the telecommunications industry in China, including possible future industry restructuring; limitation on the Company's production capacity for RF products; risks associated with possible defects and errors in its wireless coverage products or RF products; uncertainty as to the Company's ability to protect and enforce its intellectual property rights; and uncertainty as to the Company's ability to attract and retain qualified executives and personnel, particularly in its research and development department. Other factors that may cause the Company's actual results to differ from those set forth in the forward-looking statement contained in this press release and that may affect its prospects in general are described in the Company's filings with the Securities and Exchange Commission, including its Registration Statement on Form F-1 related to its initial public offering. The Company undertakes no obligation to update or revise forward-looking statements to reflect subsequent events or changed assumptions or circumstances.

Agenda

- ◆ **Financial Overview**
- ◆ **Business Overview**
- ◆ **Guidance**

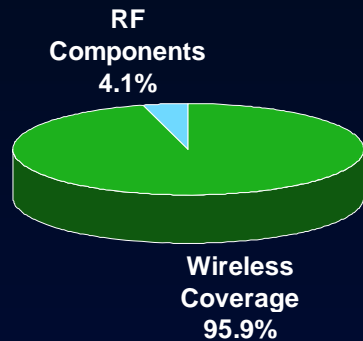
Q1 2007 Financial Highlights

Amounts are in million except for per ADS data	1Q2006	1Q2007	YoY Change %
Revenue	RMB 14.8	RMB 31.3	111.4%
Gross profit	RMB 8.0	RMB 13.0	62.1%
Diluted earnings/ADS*	N/A	RMB -1.79	N/A
Net cash/ADS*	N/A	RMB 6.76	N/A

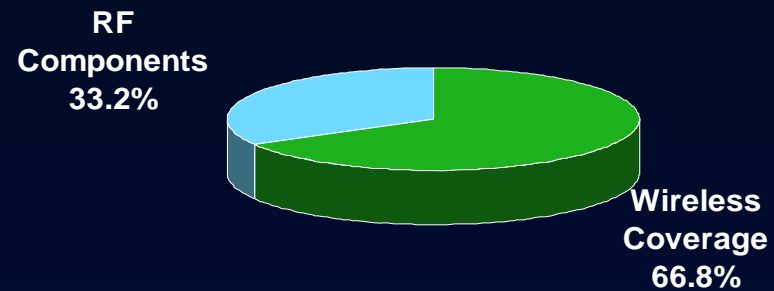
* The company was listed on March 29, 2006, no ADSs were issued in Q1 2006.

Revenue Breakdown

Revenue breakdown by products

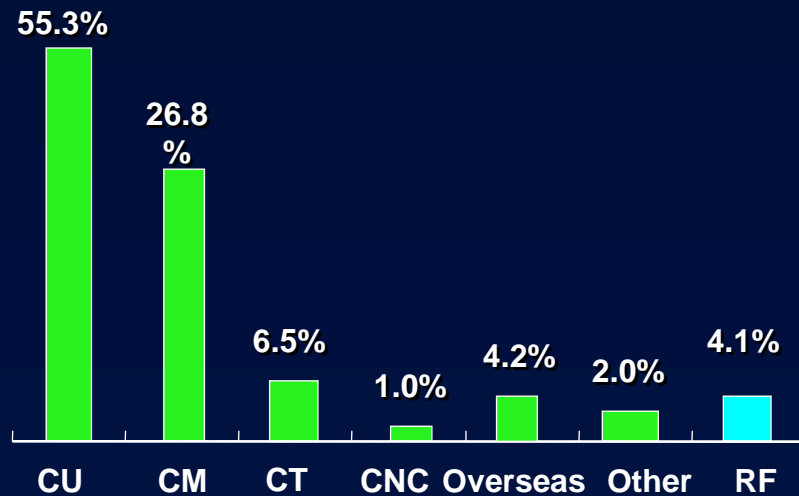


1Q 2006

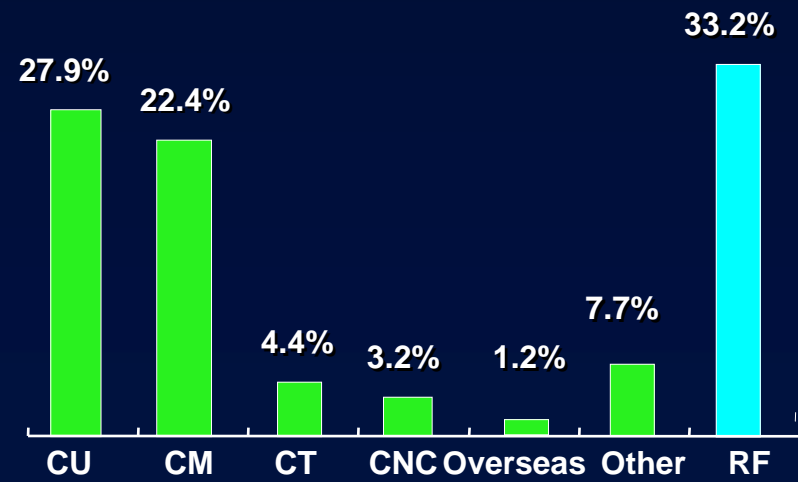


1Q 2007

Revenue breakdown by customers



1Q 2006



1Q 2007

Balance Sheet (RMB million)

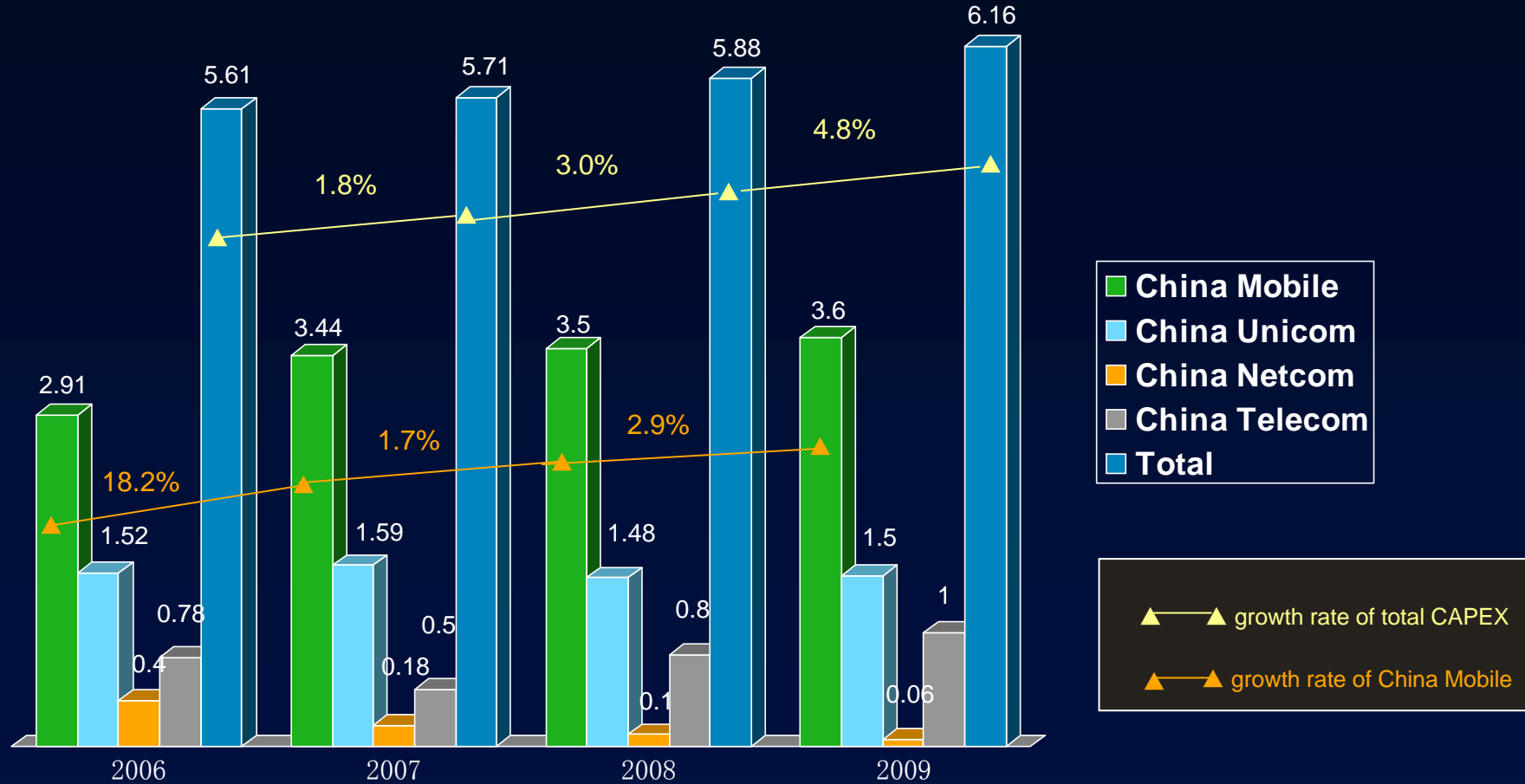
	31.3.2007	31.12.2006	Change%
Total Cash*	502.7	706.0	-28.8%
Total Accounts Receivable	968.2	1016.8	-4.8%
Inventory	492.5	434.4	13.4%
Total Assets	2287.2	2415.8	-5.3%
Short-term bank loans	333.6	336.1	-0.7%
Total Liabilities	782.9	866.4	-9.6%

※Total Cash = cash and cash equivalents + pledged time deposits

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Robust Growth in China's Wireless Telecommunications



CAPEX in Wireless Coverage
(in RMB billion)

Source: Infosage, March, 2007

Wireless Coverage Business Highlights

- Among the front-runners in the expanded TD-SCDMA trial networks coverage equipment bidding
- Won the equipment and integrator service contracts from China Mobile for GSM wireless coverage
- Obtained sub-contracts from ZTE Corporation to provide outdoor coverage in India
- Selected as the only coverage provider on CDMA2000 for China Unicom in its 3G network construction for Macau

RF Business Highlights

- Bulk production of WCDMA and CDMA base station duplexers for Huawei
- Major supplier of GSM, CDMA and WCDMA base station duplexers for ZTE
- TD-SCDMA power amplifiers for Datang
- Continue to supply TD-SCDMA filters in bulk to Alcatel and Siemens

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Business Outlook

For Wireless Coverage

- Fully deployed construction for TD-SCDMA wireless coverage starting second quarter
- Accelerated investment on 2G coverage starting second quarter from Chinese operators

For Base Station RF Parts and Components

- Start bulk production of base station RF modules for Huawei
- Continue bulk production for ZTE Corporation, supply into a peak season
- Supply TD-SCDMA filters to Alcatel and Siemens as planned

Financial Guidance

Revenue Estimate

- 2Q2007: RMB195 million – RMB220 million



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Questions and Answers