

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

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)

VOLUNTARY ANNOUNCEMENT

This announcement is made by ZTE Corporation (the “**Company**” and “**ZTE**”) on a voluntary basis.

Since April 2016, the Company has learnt from its past experiences on export control compliance and attaches significant importance to the work on export control compliance regarding compliance as foundation to the Company’s strategy and condition and bottom-line for the Company’s operations.

ZTE has established the Compliance Management Committee led directly by the Chief Executive Officer; built a team with global coverage composed of senior export control compliance experts; engaged several counsels and consultants to provide professional guidance in order to establish and optimize ZTE’s export control compliance management structure, system and procedure; introduced and implemented SAP Global Trade System; organized compliance training for employees; cooperated with the independent compliance monitor to conduct monitoring; and made continuous investment on the work on export control compliance.

The Bureau of Industry and Security of the United States Department of Commerce has activated the denial order, for details, please refer to “INSIDE INFORMATION ANNOUNCEMENT AND CONTINUED SUSPENSION OF TRADING” published by the Company on 20 April 2018. The Company has taken and is taking steps to comply with the denial order.

The Company is making active communications with relevant parties and seeking a solution.

By Order of the Board
Yin Yimin
Chairman

Shenzhen, the PRC
22 April 2018

As at the date of this announcement, the Board of Directors of the Company comprises two executive directors, Yin Yimin and Zhao Xianming; seven non-executive directors, Zhang Jianheng, Luan Jubao, Wang Yawen, Tian Dongfang, Zhan Yichao, Wei Zaisheng and Zhai Weidong; and five independent non-executive directors, Richard Xike Zhang, Chen Shaohua, Lü Hongbing, Bingsheng Teng and Zhu Wuxiang.