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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)

**Further Announcement
on the Fulfillment and Completion of Undertaking of Directors and
Senior Management to Increase Shareholdings in the Company**

The Company and all the 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 in this announcement.

Reference is made to the announcements of ZTE Corporation (the “Company”) dated 8 July 2015 and 30 July 2015 regarding the fulfilment of the undertaking of 11 members of the directors and senior management of the Company (including director Mr. He Shiyou and senior management members Messrs. Zhang Zhenhui, Qiu Weizhao, Chen Jianzhou, Fan Qingfeng, Pang Shengqing, Zhang Renjun, Ye Weimin and Xiong Hui, Ms. Chen Jie and Mr. Feng Jianxiong (Secretary to the Board of Directors) (“Mr. Feng”)) to increase their shareholdings in the Company for an aggregate amount of not less than RMB1.6 million (the “Undertaking”).

The Company provides further supplementary information regarding the increase in shareholdings by the 11 member of the directors and senior management of the Company as follows:

Out of the 11 members of the directors and senior management of the Company, Ms. Chen Jie increased shareholdings in the Company by way of direct personal acquisition by the amount of approximately RMB 174,000 whilst the other 10 members of directors and senior management, namely director Mr. He Shiyou and senior management members Messrs. Zhang Zhenhui, Qiu Weizhao, Chen Jianzhou, Fan Qingfeng, Pang Shengqing, Zhang Renjun, Ye Weimin and Xiong Hui and Mr. Feng increased shareholdings indirectly through an asset management plan (the “Plan”) of Shanghai Guotai Junan Securities Asset Management Co. Ltd. (“Guotai Junan”). Pursuant to the Plan, director Mr. He Shiyou and senior management members Messrs. Zhang Zhenhui, Qiu Weizhao, Chen Jianzhou, Fan Qingfeng, Pang Shengqing, Zhang Renjun, Ye Weimin and Xiong Hui entered into an investment entrustment

agreement (the “Entrustment Agreement”) with Mr. Feng, pursuant to which Mr. Feng was entrusted to enter into an asset management agreement with Guotai Junan in relation to the Plan, and each of them contributed his share of the subscription money (being approximately RMB1.53 million in aggregate) for the purchase of shares in the Company under the Plan. An asset management agreement was entered into by Mr. Feng and Guotai Junan in relation to the Plan, pursuant to which Guotai Junan purchased shares in the Company on the Shenzhen Stock Exchange as and when it considered appropriate.

By Order of the Board

Hou Weigui

Chairman

Shenzhen, the PRC

26 August 2015

As at the date of this announcement, the Board of Directors of the Company comprises three executive directors, Shi Lirong, Yin Yimin and He Shiyong; six non-executive directors, Hou Weigui, Zhang Jianheng, Xie Weiliang, Wang Zhanchen, Zhang Junchao and Dong Lianbo; and five independent non-executive directors, Tan Zhenhui, Richard Xike Zhang, Chen Shaohua, Lü Hongbing and Bingsheng Teng.