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CITIC 21CN
中信 21世紀
CITIC 21CN COMPANY LIMITED
中信 21 世紀有限公司*
(Incorporated in Bermuda with limited liability)
(Stock code: 241)

ARBITRATION RULING

On 23 June 2010, the Company received the arbitration ruling issued by CIETAC.

Oracle Beijing submitted an application to CIETAC in relation to an arbitration on the dispute arising from the Payment Agreement signed by Oracle Beijing, CITIC 21CN China, the Company and Oracle HK on 30 May 2006, details of which were disclosed by the Company in the announcement dated 16 November 2009.

CONTENT OF THE ARBITRATION RULING (SUMMARY)

CIETAC issued the ruling on 9 June 2010 in respect of the Arbitration Application submitted by Oracle Beijing, the content of which included the following points:

1. The First Respondent and the Second Respondent shall settle within 50 days upon the date of the ruling, the payment of RMB72,203,367.21 for the software license fee and part of the supporting service fees for the first to third years, being RMB44,159,015.28, to the Applicant, together with the accrued interest (calculated at 0.02% daily) derived from the aforesaid aggregate amount of RMB116,362,382.49 for the period starting from the date on which the payment was due up to 1 October 2009.
2. The First Respondent and the Second Respondent shall partially settle the legal expenses and investigation fee for the Applicant, which amounted to RMB250,000.
3. The First Respondent and the Second Respondent shall jointly settle part of the arbitration expenses in the amount of RMB1,050,000.
4. The Applicant's appeal to directly offset the software license fee and the supporting service fees with the deposit of the Second Respondent amounting to US\$10,959,231, which is temporarily retained by the Third Respondent, shall be settled and arranged during the execution process of the arbitration.

* For identification purposes only

Pursuant to the content of the arbitration ruling received by the Company on 23 June 2010, the payment and the relevant adjustment referred to in the ruling will constitute an additional negative impact of approximately RMB21,500,000 on the profit or loss presented in the financial statement as of 31 March 2010.

DEFINITIONS

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| “Arbitration Ruling” | the ruling made by CIETAC on 9 June 2010 in relation to the arbitration incurred by the arbitration application dated 29 September 2009 submitted by Oracle Beijing to CIETAC |
| “Arbitration Application” | the arbitration application made by Oracle Beijing to CIETAC on 29 September 2009 against CITIC 21CN China, the Company and Oracle HK (as the Respondents of the arbitration) in relation to the dispute arising from the Payment Agreement signed on 30 May 2006; |
| “Arbitration Notice” | the arbitration notice No. X20090538 issued by CIETAC in relation to the Arbitration Application and received by the Company on 29 October 2009; |
| “CIETAC” | China International Economic and Trade Arbitration Commission; |
| “CITIC 21CN China/First Respondent” | CITIC 21CN (China) Technology Co., Ltd. (中 信 21 世 紀 (中 國) 科 技 有 限 公 司), a company incorporated in the PRC with limited liability and is wholly owned by the Company; |
| “Company/Second Respondent” | CITIC 21CN COMPANY LIMITED (中 信 21 世 紀 有 限 公 司), a company incorporated in Bermuda with limited liability, the shares of which are listed and traded on the Stock Exchange of Hong Kong Limited; |
| “Oracle Beijing/Applicant” | Beijing Oracle Software Systems Co., Ltd. (甲 骨 文 (中 國) 軟 體 系 統 有 限 公 司); |
| “Oracle HK/Third Respondent” | Oracle Systems Hong Kong Limited (甲 骨 文 香 港 有 限 公 司); |
| “Oracle License and Services Agreement” | the Oracle License and Services Agreement made between Oracle Beijing and CITIC 21CN China on 30 May 2006; |
| “Payment Agreement” | a payment agreement dated 30 May 2006 entered into amongst Oracle Beijing, CITIC 21CN China, the Company and Oracle HK which set out the payment arrangements in relation to the Oracle License and Services Agreement; |

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| “PRC” | The People’s Republic of China; |
| “RMB” | Renminbi, the lawful currency of the PRC; |
| “US\$” | United States dollars, the lawful currency of the United States of America. |

By Order of the Board
CITIC 21CN COMPANY LIMITED
Chen Xiao Ying
Executive Vice-Chairman

Hong Kong, 24 June 2010

As at the date of this announcement, the Board comprises Mr. Wang Jun, Ms. Chen Xiao Ying, Mr. Luo Ning, Mr. Sun Yalei, Mr. Zhang Liyang, Ms. Xia Guilan, Dr. Hui Ho Ming, Herbert, JP (Independent Non-executive Director), Mr. Zhang Jian Ming (Independent Non-executive Director) and Dr. Long Junsheng (Independent Non-executive Director).