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China Telecom Corporation Limited

中国电信股份有限公司

(A joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 728)

FURTHER IMPLEMENTATION OF THE POLICY REQUIREMENTS OF THE GOVERNMENT REGARDING NETWORK SPEED UPGRADE AND TARIFF REDUCTION

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of the Securities on The Stock Exchange of Hong Kong Limited and Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

In order to further implement the policy requirements of the government regarding network speed upgrade & tariff reduction, China Telecom Corporation Limited (the "Company") will launch the upgrade service of unused handset data traffic carried forward to the next one month from 1 October this year. For those handset data traffic users subscribing to monthly packages with data traffic billing, the remaining unused data traffic in the monthly packages can be deferred and carried forward for use by the end of next month. The Company expects that the relevant concession measure will have adverse impact on the operating revenues and net profit of the Company to a certain extent. The Company will continue to proactively leverage its 4G network edge to encourage the customers to increase data usage upon speed upgrade & tariff reduction, aiming at increasing sales volume at lower unit prices and endeavouring to mitigate the impact on the revenues and net profit of the relevant concession measure so as to achieve a win-win situation and promote sustainable business development.

In the meantime, investors are advised to exercise caution in dealing in the securities of the Company.

By Order of the Board
China Telecom Corporation Limited
Yung Shun Loy, Jacky
Company Secretary

Beijing, PRC, 29 September 2015

FORWARD-LOOKING STATEMENTS

Certain statements contained in this announcement may be viewed as “forward-looking statements” within the meaning of Section 27A of the U.S. Securities Act of 1933 (as amended) and Section 21E of the U.S. Securities Exchange Act of 1934 (as amended). Such forward-looking statements are subject to known and unknown risks, uncertainties and other factors, which may cause the actual performance, financial condition or results of operations of the Company to be materially different from any future performance, financial condition or results of operations implied by such forward-looking statements. In addition, we do not intend to update these forward-looking statements. Further information regarding these risks, uncertainties and other factors is included in the Company’s most recent Annual Report on Form 20-F filed with the U.S. Securities and Exchange Commission (the “SEC”) and in the Company’s other filings with the SEC.

As of the date of this announcement, the Board consists of Mr. Yang Jie as the president and chief operating officer, Mr. Zhang Jiping, Mr. Yang Xiaowei, Mr. Sun Kangmin and Mr. Ke Ruiwen as the executive vice presidents, Mr. Zhu Wei as the non-executive director, and Mr. Tse Hau Yin, Aloysius, Madam Cha May Lung, Laura, Mr. Xu Erming and Madam Wang Hsuehming as the independent non-executive directors.