

**AUCTION OF RADIO SPECTRUM IN THE
900 MHz AND 1800 MHz BANDS
FOR THE PROVISION OF
PUBLIC TELECOMMUNICATIONS SERVICES**

SUCCESSFUL BIDDER NOTICE

This is a notice referred to in paragraph 5.4.1 of the notice of the terms and conditions of the Auction (the “Notice”) dated 21 September 2018 issued by the Communications Authority (the “Authority”) in exercise of the powers conferred by section 32I of the Telecommunications Ordinance, the Telecommunications (Determining Spectrum Utilization Fees by Auction) Regulation and all other powers enabling it to specify the terms and conditions of the Auction and the payment of the Spectrum Utilization Fees. Unless otherwise stated or the context otherwise requires, words and expressions used in this notice have the same meaning as that given to them in the Notice.

2. Pursuant to paragraphs 4.13.2, 5.1.1 and 5.2.1 of the Notice, each of the Provisional Successful Bidders, namely China Mobile Hong Kong Company Limited, Hong Kong Telecommunications (HKT) Limited, Hutchison Telephone Company Limited and SmarTone Mobile Communications Limited, has -

- (a) notified the Authority that -
 - (i) it is not a Connected Bidder in relation to another Provisional Successful Bidder; and
 - (ii) it is not subject to an Approval; and
- (b) provided to the Authority -
 - (i) a Letter of Credit from a Qualifying Bank to guarantee payment of the Spectrum Utilization Fee payable by it on or before 12 November 2020 for Frequency Bands B1, B2, B3, B4 and/or B5; and

- (ii) a Letter of Credit from a Qualifying Bank to guarantee payment of the Spectrum Utilization Fee payable by it on or before 30 July 2021 for Frequency Bands A1, A2, A3 and/or A4.

3. The Authority is pleased to announce that the Successful Bidders of the Auction, the Frequency Bands to be assigned to them and the Spectrum Utilization Fees payable by them are as follows -

| Frequency Band | Frequency Range (MHz) | Successful Bidder | Spectrum Utilization Fee |
|-----------------------|---|--|---------------------------------|
| A1 | 1710 – 1720 paired with 1805 – 1815 | SmarTone Mobile Communications Limited | HK\$760 million |
| A2 | 1730 – 1740 paired with 1825 – 1835 | Hong Kong Telecommunications (HKT) Limited | HK\$1,120 million |
| A3 | 1770 – 1780 paired with 1865 – 1875 | China Mobile Hong Kong Company Limited | HK\$980 million |
| A4 | 1780 – 1785 paired with 1875 – 1880 | Hutchison Telephone Company Limited | HK\$460 million |
| B1 | 890 – 895 paired with 935 – 940 | Hutchison Telephone Company Limited | HK\$500 million |
| B2 | 895 – 900 paired with 940 – 945 | Hong Kong Telecommunications (HKT) Limited | HK\$540 million |
| B3 | 900 – 905 paired with 945 – 950 | Hong Kong Telecommunications (HKT) Limited | HK\$560 million |

| | | | |
|----|---------------------------------------|--|-----------------|
| B4 | 905 – 910 paired with 950 – 955 | China Mobile Hong Kong Company Limited | HK\$500 million |
| B5 | 910 – 915 paired with 955 – 960 | SmarTone Mobile Communications Limited | HK\$580 million |

4. Upon the payment to the Authority by a Successful Bidder of Spectrum Utilization Fee on or before 12 November 2020 for Frequency Bands B1, B2, B3, B4 and/or B5 and on or before 30 July 2021 for Frequency Bands A1, A2, A3 and/or A4 in accordance with paragraphs 5.4.2 and 5.4.3 of the Notice and where applicable, its provision of a Performance Bond for network and service rollout requirement, the Authority will grant a Licence to the Successful Bidder on or before 12 January 2021 for Frequency Bands B1, B2, B3, B4 and/or B5 and on or before 30 September 2021 for Frequency Bands A1, A2, A3 and/or A4.

Communications Authority
22 March 2019