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By email and post

18th June 2004

Office of the Telecommunications Authority
29/F Wu Chung House
213 Queen's Road Central
Wanchai
Hong Kong

Attention: Senior Regulatory Affairs Manager (Technical Regulation)

Dear Sir/Madam,

**RE: OFTA's 2nd Consultation Paper dated 19 march 2004 on
"Licensing of Mobile Services on Expiry of Existing Licences for 2nd
Generation Mobile Services in Hong Kong"**

We are writing to make our submission in response to OFTA's 2nd Consultation Paper dated 19 march 2004 on "Licensing of Mobile Services on Expiry of Existing Licences for 2nd Generation Mobile Services in Hong Kong"

First of all, we would like to express our appreciation for OFTA's efforts in Telecommunication Industry in Hong Kong. Under OFTA's regulatory work, Hong Kong has become one of the world's leading city embracing different kinds of advanced technologies that has made Hong Kong a good strategic testing bed for advanced technologies.

Recently, we are aware of the news that Hutchison's existing license of CDMA network will not be continued after expiry on November 2005. As the leading supplier of CDMA mobile phones in Hong Kong market in the past, we would like to express our humble comments regarding of this issue:

Hutchison launched CDMA network under "XinGanXian" brand since 1996. They have more than 8 years experience in CDMA network development and operation. It is the experience that other companies cannot copy in short period of time. We

believe Hutchison has good expertise in CDMA network business.

Hutchison has invested billions in its CDMA network. Hutchison has also fully complied with its license conditions. Recently, Hutchison has introduced new CDMA TCL model into Hong Kong market. This has shown that Hutchison has plans to keep CDMA network business. We believe that Hutchison will continue CDMA network development and contribute to the Telecommunication Industry in Hong Kong. There are already 6 network services operators in Hong Kong. Is there any more room for new network services operators? It is important to protect the interests of both network services operators and consumers in the long run.

Hong Kong has embraced different kinds of advanced technology which has made Hong Kong very attractive city for all investors and companies. OFTA has contributed greatly to maintain healthy competitive environment.

We, Samsung Electronics HK Co. Ltd., are sure that OFTA will consider over all factors and making good decision, which can balance the interests of all parties.

And Samsung Electronics will do our best to contribute to the Telecommunication Industry in Hong Kong.

Thank you very much. Please do not have any hesitation in contacting us if we could be of further assistance to you.

For & on behalf of
Samsung Electronics HK Co. Ltd.

Jung-joo LEE
General Manager – Telecommunication Team