

For Immediate Release

**Appointment of Mr. Yeung Chu Kwong, William as an Executive Director and
the Chief Executive Officer of the Company**

(Hong Kong, 31 October 2008) The board of directors of City Telecom (H.K.) Limited (SEHK : 1137, NASDAQ : CTEL) announces that Mr. Yeung Chu Kwong, William has been appointed as an Executive Director and the Chief Executive Officer of the Company while Mr. Cheung Chi Kin, Paul has resigned as the Chief Executive Officer and be appointed as the Vice Chairman of the Company, both with effect from 1 November 2008.

Mr. William Yeung joined Hong Kong Broadband Network Ltd. as Chief Operating Officer in October 2005. He was responsible to head our Customer Engagement Department to oversee customer relationship management. William was also responsible to head Network Development Department. William has more than 17 years' experience in the telecommunications industry. Prior to this, he was the Director of Customers Division in Smartone-Vodafone, the General Manager of Personal Communications and Retail Division in Tricom Telecom Limited, and was also an Inspector of Police in the Hong Kong Police Force. He holds a Bachelor of Arts Degree from Hong Kong Baptist University, a Master of Business Administration Degree from University of Strathclyde, UK and a Master of Science Degree in Electronic Commerce and Internet Computing from The University of Hong Kong.

Chairman, Mr. Ricky Wong said, "Since William's joining in 2005, he has been enhancing the operational efficiency and customer service experience, leading the Company to be the pioneer of the industry. Within his service, our fixed network services subscription and revenue have been significantly increased. William has made significant contribution to the Company and his effort is highly appreciated. In addition, I would like to take this opportunity to express my gratitude to Paul for his contribution during his tenure as Chief Executive Officer of the Company.

-End-

About City Telecom/Hong Kong Broadband Network Limited

Established in 1992, City Telecom (H.K.) Limited (SEHK : 1137, NASDAQ : CTEL) provides integrated telecommunications services in Hong Kong. City Telecom's wholly-owned subsidiary, Hong Kong Broadband Network Limited (HKBN), is in the process of expanding its Metro Ethernet from 1.4mn to 2.0mn homes pass. HKBN has achieved an aggregate Voice, Broadband (symmetric 25Mbps up to 1Gbps), IP-TV and Corporate data services base in excess of 720,000 subscriptions. Additional information on City Telecom can be found at www.ctigroup.com.hk.

For enquiries, please contact:

Corporate Communications - Jessie CHENG

Tel: (852) 3145 4118

Fax: (852) 2199 8372

Email: chengcm@ctihk.com