

SECTION V SIGNIFICANT EVENTS

1. PERFORMANCE OF UNDERTAKINGS

THE ULTIMATE CONTROLLER, SHAREHOLDERS, RELATED PARTIES, ACQUIRERS OF THE COMPANY, THE COMPANY, AND OTHER RELEVANT PARTIES OF THE UNDERTAKINGS DURING OR SUBSISTING IN THE REPORTING PERIOD

Background of undertaking	Type of undertakings	Undertaking party	Content of undertakings	Time of undertaking	Whether there is a term for performance	Term for undertakings	Whether performed timely and strictly	Specific reasons for the failure to timely honour the undertaking	Further plans in the event of failing to timely honour the undertakings
Undertakings related to the initial public offering	Restricted tradable shares	Controlling shareholder, Guangdong Rising	Undertakings on intention to hold shares and intention to sell shares	2021-08-20	Yes	Long-term	Yes	N/A	N/A
	Resolving peer competition	Controlling shareholder	Non-competition undertaking	2021-08-20	Yes	Long-term	Yes	N/A	N/A
	Resolving related party transactions	Controlling shareholder, Guangdong Rising	Undertakings to regulate and reduce related party transactions	2021-08-20	Yes	Long-term	Yes	N/A	N/A
	Resolution of defects in property rights of land	Controlling shareholder	Loss-bearing commitment for defects in property rights of land	2021-08-20	Yes	Long-term	Yes	N/A	N/A
	Others	Controlling shareholder	Commitment to long-term use of trademark licence	2021-08-20	Yes	Long-term	Yes	N/A	N/A

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	Others	The Company, controlling shareholder, the then directors and senior management	Undertaking to adopt remedial measures for dilution of the immediate returns by the issuance of shares	2021-08-20	Yes	Long-term	Yes	N/A	N/A
	Others	The Company, controlling shareholder, the then directors, supervisors and senior management	Undertaking that there is no false record, misleading statement, or material omission in the prospectus	2021-08-20	Yes	Long-term	Yes	N/A	N/A
	Others	The Company, controlling shareholder, the then directors, supervisors and senior management	Undertaking on binding measures for the failure to perform the commitment	2021-08-20	Yes	Long-term	Yes	N/A	N/A
	Others	The Company	Undertaking on disclosure of shareholders' information	2021-08-20	Yes	Long-term	Yes	N/A	N/A
Others	Dividend	The Company	Undertaking on the profit distribution policy and the arrangement in relation to the accumulated profits	2021-08-20	Yes	Long-term	Yes	N/A	N/A

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2. MATERIAL CONTRACTS AND PERFORMANCE

MATERIAL GUARANTEES PERFORMED AND NOT YET FULFILLED DURING THE REPORTING PERIOD

Unit: yuan Currency: Renminbi

External guarantees provided by the Company (excluding guarantees provided to its subsidiaries)	
Total amount of guarantees incurred during the Reporting Period (excluding those provided to subsidiaries)	0
Total balance of guarantees as at the end of the Reporting Period (A) (excluding those provided to subsidiaries)	0
Guarantees provided by the Company and its subsidiaries to its subsidiaries	
Total amount of guarantees provided to subsidiaries incurred during the Reporting Period	71,354,057.97
Total balance of guarantees provided to subsidiaries as at the end of the Reporting Period (B)	132,594,364.33
Aggregate guarantees of the Company (including those guarantees provided to its subsidiaries)	
Aggregate amount of guarantees (A + B)	132,594,364.33
Percentage of total aggregate amount of guarantee to net assets of the Company (%)	0.0277
Representing:	
Amount of guarantees provided for shareholders, ultimate controller and their related parties (C)	0
Amount of debt guarantees directly or indirectly provided to guaranteed parties with gearing ratio over 70% (D)	0
Amount of total guarantee exceeding 50% of net assets (E)	0
Aggregate amount of the above three guarantees (C + D + E)	0
Explanation on the potential joint and several liability for outstanding guarantees	Nil
Clarification of guarantee	The external guarantees provided by the Company were non-financing guarantees provided by China Telecom Group Finance Co., Ltd. and China Telecom Global Limited, both being subsidiaries of the Company, to wholly-owned subsidiaries of the Company. If the amount of the above-mentioned external guarantees involves foreign currency, it would be converted at the median rate for the exchange rate of RMB announced by the People's Bank of China on 30 June 2026.

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(1) Description of guarantees during the Reporting Period

According to the needs of daily production and operation, China Telecom Finance and China Telecom Global, both being subsidiaries of the Company (hereinafter referred to as the Company's wholly-owned and holding subsidiaries), contemplated to provide guarantees to wholly-owned subsidiaries of the Company in 2025, in an aggregate amount of not exceeding RMB470.50 million (or equivalent foreign currency). The guarantee limit was valid until 31 March 2026. The guaranteed entities were all wholly-owned subsidiaries of the Company with asset-liability ratio not exceeding 70%. In accordance with relevant laws and regulations, China Telecom Finance and China Telecom Global have separately performed relevant internal decision-making procedures for the above guarantees. For details, please refer to the "Announcement on the Plan for External Guarantee for 2025 of China Telecom Corporation Limited" disclosed by the Company on 25 March 2025.

According to the needs of daily production and operation, China Telecom Finance and China Telecom Global, both being subsidiaries of the Company, contemplated to provide guarantees to wholly-owned subsidiaries of the Company in 2026, in an aggregate amount of not exceeding RMB360 million (or equivalent foreign currency). The guarantee limit is valid until 31 March 2027. The guaranteed entities are all wholly-owned subsidiaries of the Company with asset-liability ratio not exceeding 70%. In accordance with relevant laws and regulations, the guarantors have separately performed relevant internal decision-making procedures for the above guarantees. For details, please refer to the "Announcement on the Plan for External Guarantee for 2026 of China Telecom Corporation Limited" disclosed by the Company on 24 March 2026.

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(2) The progress of guarantees during the Reporting Period

In the second quarter of 2026 and within the scope of the aggregate guarantee limit described above, China Telecom Finance provided 19 guarantees totalling RMB55.6531 million to China Telecom Digital Intelligence Technology Co., Ltd. and its branches, China Telecom Quantum Information Technology Group Limited and China Telecom Digital Technology Co., Ltd. The details of the guarantees are as follows:

Guarantor	Guaranteed party	Amount of guarantee (RMB)	Guarantee period	Type of guarantee	Method of guarantee
China Telecom Group Finance Co., Ltd.	China Telecom Digital Intelligence Technology Co., Ltd. Inner Mongolia Branch	328,250.00	3 April 2026 – 31 May 2026	Non-financing guarantee	Quality guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Shanxi Branch	397,154.40	14 April 2026 – 30 November 2026	Non-financing guarantee	Advance payment guarantee
	China Telecom Quantum Information Technology Group Limited	36,994.00	15 April 2026 – 12 March 2027	Non-financing guarantee	Performance guarantee
	China Telecom Quantum Information Technology Group Limited	100,287.50	15 April 2026 – 15 March 2027	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Shanxi Branch	1,794,719.00	22 April 2026 – 10 August 2027	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Shanxi Branch	14,357,752.00	22 April 2026 – 31 December 2026	Non-financing guarantee	Advance payment guarantee
	China Telecom Quantum Information Technology Group Limited	150,000.00	27 April 2026 – 27 April 2027	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Yantai Branch	194,100.00	27 April 2026 – 30 June 2026	Non-financing guarantee	Advance payment guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Shanxi Branch	134,248.00	11 May 2026 – 31 December 2026	Non-financing guarantee	Advance payment guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Shanxi Branch	16,781.00	11 May 2026 – 27 August 2027	Non-financing guarantee	Performance guarantee

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Guarantor	Guaranteed party	Amount of guarantee (RMB)	Guarantee period	Type of guarantee	Method of guarantee
	China Telecom Quantum Information Technology Group Limited	10,400.00	20 May 2026 – 14 January 2029	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Ningxia Branch	51,714.56	22 May 2026 – 31 October 2026	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Ningxia Branch	15,976.00	22 May 2026 – 31 October 2026	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd.	349,680.00	1 June 2026 – 31 December 2026	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Qinghai Branch	356,775.00	1 June 2026 – 9 March 2029	Non-financing guarantee	Quality guarantee
	China Telecom Digital Technology Co., Ltd	247,200.00	4 June 2026 – 7 May 2028	Non-financing guarantee	Performance guarantee
	China Telecom Digital Intelligence Technology Co., Ltd. Hebei Branch	5,036,557.00	22 June 2026 – 11 December 2026	Non-financing guarantee	Payment guarantee
	China Telecom Digital Intelligence Technology Co., Ltd.	31,820,000.00	22 June 2026 – 19 December 2026	Non-financing guarantee	Advance payment guarantee
	China Telecom Digital Technology Co., Ltd	254,495.40	24 June 2026 – 26 September 2027	Non-financing guarantee	Performance guarantee

Note: For details of the progress of guarantees during the first quarter of 2026, please refer to the 2026 First Quarter Report of China Telecom Corporation Limited published on 23 April 2026.

(3) The cumulative amount of guarantees and the amount of overdue guarantees

As at the end of the Reporting Period, the balance of external guarantees provided by the Company and its subsidiaries was RMB132.5944 million, all of which were guarantees provided by subsidiaries of the Company to other wholly-owned subsidiaries of the Company. The Company did not provide guarantees to its subsidiaries or third parties, and there was no overdue guarantee.

Any amount of the above-mentioned external guarantees involving foreign currency is converted at the median rate of the exchange rate of RMB announced by the People's Bank of China on 30 June 2026.