

China Digital Communication Group Executes a Letter of Intent With Shenzhen Zhuo Tong

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LOS ANGELES, CA and SHENZHEN, CHINA--(MARKET WIRE)--Feb 8, 2006 -- China Digital Communication Group (OTC BB:[CHID.OB](#) - [News](#)), one of the fastest growing battery components manufacturers in China, announced today that it has entered into a Letter of Intent to acquire Shenzhen Zhuo Tong Power Supply Industry Co., Ltd. ("Zhuo Tong"), a specialty manufacturer and distributor of high-frequency power supply products to the global communications industry.

Mr. Changchun Zheng, CEO and Chairman of China Digital, stated, "Zhuo Tong is well-established in the Chinese power supply market and offers China Digital an experienced leadership team, global distribution partnerships, and a strong revenue base that could more than double our annual revenues. Their high frequency power supply products can provide power required for plasma generation, induction heating, and numerous radar and communications applications, which would significantly broaden our core capabilities. Their products are well suited to power computers, computer peripherals, medical devices, magnetic devices, and test equipment, where reliability and quality control are of paramount importance to both the manufacturer and consumer."

About Shenzhen Zhuo Tong Power Supply Industry Co., Ltd.

Shenzhen Zhuo Tong Power Supply Industry Co., Ltd is specialized in manufacturing and distributing high frequency power supply products, reversible power supply products and other power supply products to the global, communications equipment industry. Shenzhen Zhuo Tong partners include Germany Phoenix Electric Co. and American Luminous Network Co. Shenzhen Zhuo Tong's customers are the communication equipment producers for the IT, power, radio and television broadcast industries.

About China Digital Communication Group

China Digital Communication Group, through its Shenzhen E'Jenie subsidiary, is a rapidly growing manufacturer of battery shells and related technology for use in electronic products, primarily mobile phones. Since December 2003, the Company has adopted the approach of using licenses, joint ventures, mergers and acquisitions to bring battery and telecom equipment makers in China to markets overseas. The Company's products now power digital cameras, camera phones, PDAs and laptop computers in East Asia and beyond. China Digital is continuing its expansion across China, while also seeking distribution partners in the United States. For more information, visit www.chinadigitalgroup.com.

Forward-looking statement: Except for the historical information, the matters discussed in this news release may contain forward-looking statements, including, but not limited to, factors relating to future sales. These forward-looking statements may involve a number of risks and uncertainties. Actual results may differ materially based on a number of factors, including, but not limited to, uncertainties in product demand, risks related to doing business in China, the impact of competitive products and pricing, changing economic conditions around the world, release and sales of new products, and other risk factors detailed in the company's most recent annual report and other filings with the Securities and Exchange Commission.

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