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CAPINFO COMPANY LIMITED*

首都信息發展股份有限公司

(a joint stock limited company incorporated in the People's Republic of China with limited liability)

(Stock Code: 1075)

**FURTHER ANNOUNCEMENT IN RELATION TO THE
WITHHOLDING AND PAYMENT OF DIVIDEND AS
INDIVIDUAL INCOME TAX**

Reference is made to the clarification announcement of withholding and payment of individual income tax of individual holders of H shares (the "Announcement") dated 17 June 2011 of Capinfo Company Limited (the "Company"). Unless otherwise defined herein, capitalised terms used in this announcement shall have the same meanings as those defined in the Announcement.

As stated in the Announcement, the Company will withhold the income tax payable by the individual holders of H shares pursuant to the tax regulations of the People's Republic of China ("China").

The State Administration of Tax has confirmed recently that the dividend (bonus) received by the overseas resident individual shareholders from the stocks issued by domestic non-foreign invested enterprises in Hong Kong is subject to the payment of individual income tax, which shall be withheld by the withholding agents according to the relevant laws. However, the overseas resident individual shareholders of the stocks issued by domestic non-foreign invested enterprises in Hong Kong are entitled to the relevant preferential tax treatment pursuant to the provisions in the tax agreements inked between the countries where they are residents and China as well as the tax arrangements between China mainland and Hong Kong (Macau).

Pursuant to the aforesaid tax regulations, when the 2010 H share final dividend is to be distributed to the holders of H shares whose names appeared on the register of members of H shares of the Company as at 17 May 2011, the Company will withhold 10% (instead of 20% as stated in the Announcement) of the dividend to be distributed to the individual holders of H shares of the Company as individual income tax unless otherwise specified by the tax regulations and relevant tax agreements, in which case the Company will withhold individual income tax of such dividend at the tax rates and according to the procedures as specified by the relevant regulations.

The arrangements of the withholding and payment of dividend as individual income tax are as follows:

Type of the holders of H shares	Registered address shown on the register of members of H shares	Withholding tax rates of the Company
Individual holders	Hong Kong and Macau	10%
	Outside Hong Kong and Macau	10%, 15% or 20%
Enterprise holders (non-resident enterprise)	Hong Kong and other areas	10%

The Company will distribute the final dividend for the year ended 31 December 2010 on or before Tuesday, 16 August 2011.

By order of the Board of Directors
Capinfo Company Limited*
Mr. Xu Zhe
Chairman

Beijing, the People's Republic of China, 6 July 2011

As of the date hereof, the executive director of the Company is Dr. Wang Xu; the non-executive directors are Mr. Xu Zhe, Ms. Sun Jing, Ms. Li Zhi, Mr. Pan Jiaren, Mr. Cao Jun, Mr. Qi Qigong, Ms. Lu Xiaobing and the independent non-executive directors are Mr. Chen Jing, Dr. Wang Huacheng, Mr. Zeng Xianggao and Mr. Gong Zhiqiang.

This announcement is published on the website of the Company (www.capinfo.com.cn) and the designated issuer website of The Stock Exchange of Hong Kong Limited (www.hkexnews.hk).

* *For identification purpose only*