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**NetDragon Websoft Inc.**

**網龍網絡有限公司**

*(incorporated in the Cayman Islands with limited liability)*

(Stock Code: 777)

**VOLUNTARY ANNOUNCEMENT  
CLARIFICATION OF ARTICLES**

The Directors wish to make a clarification in relation to articles published on 10 August 2009, 11 August 2009 and 12 August 2009 which reported that the Group is entering into an agreement with Apple Inc. for the operation of APP Store in the PRC.

The board (the “**Board**”) of directors (the “**Director(s)**”) of NetDragon Websoft Inc. (the “**Company**”) refers to certain articles published in the websites of DoNews, AASTOCKS and Yahoo HK on 10 August 2009 and 11 August 2009 and the newspaper articles of Hong Kong Economic Journal, Hong Kong Economic Times and Oriental Daily News on 12 August 2009 (the “**Articles**”) which reported that the Company and its subsidiaries (the “**Group**”) are entering into an agreement with Apple Inc. for the operation (the “**Operation**”) of APP Store in the People’s Republic of China (the “**PRC**”).

The Board wishes to clarify that the Group has not entered into any agreements with Apple Inc. or any of its associated companies for the Operation. In addition, the Group is not negotiating with Apple Inc. or any of its associated companies in relation to the Operation.

The Board is not aware of the source of the information in the Articles and prospective investors should not rely on information in the Articles in dealing with shares of the Company.

By order of the Board  
**NetDragon Websoft Inc.**  
**Liu Dejian**  
*Chairman*

Hong Kong, 12 August 2009

*As at the date of this announcement, the Board comprises four executive Directors, namely Mr. Liu Dejian, Mr. Liu Luyuan, Mr. Zheng Hui and Mr. Chen Hongzhan; one non-executive Director, namely Mr. Lin Dongliang and three independent non-executive Directors, namely Mr. Chao Guowei, Charles, Mr. Lee Kwan Hung and Mr. Liu Sai Keung, Thomas.*