

## **Differences between Cayman Islands and NYSE Corporate Governance Practices**

As China Digital TV's American depositary shares are registered with the U.S. Securities and Exchange Commission ("SEC") and are listed on the New York Stock Exchange ("NYSE"), China Digital TV is subject to corporate governance requirements imposed by both the SEC and the NYSE.

China Digital TV is incorporated in the Cayman Islands. Under Section 303A of the NYSE Listed Company Manual, NYSE-listed non-U.S. companies may, in general, follow their home country corporate governance practices in lieu of some of the NYSE corporate governance requirements. A NYSE-listed non-U.S. company is required to provide a general summary of the significant differences to its U.S. investors either on the company website or its annual report distributed to its U.S. investors. China Digital TV is committed to a high standard of corporate governance and endeavors to comply with most of the NYSE corporate governance practices. There are no significant differences with China Digital TV's corporate governance policies as compared to what the NYSE requires of domestic listed companies.

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