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IDT INTERNATIONAL LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 167)

RESULTS OF THE RIGHTS ISSUE

The Directors are pleased to announce that the Rights Issue has become unconditional at 4:00 p.m. on Wednesday, 26 July 2006.

323 valid acceptances of provisional allotment of Rights Shares have been received for a total of 406,350,721 Rights Shares and 398 valid applications for excess Rights Shares have been received for a total of 2,103,835,719 Rights Shares, resulting in a total of valid applications for 2,510,186,440 Rights Shares. Accordingly, the Rights Issue was approximately 502% over-subscribed. As a result of the over-subscription of the Rights Shares, the Underwriters' obligations in respect of subscribing or procuring the subscription of the Rights Shares not taken up and other related obligations arising thereto under the Underwriting Agreement have been discharged.

It is expected that the share certificates for the fully-paid Rights Shares will be despatched to the addresses (as shown on the register of members of the Company) of those persons entitled and who have validly applied and paid for the Rights Shares and excess Rights Shares, if any, by ordinary post on Monday, 31 July 2006 at their own risk. Dealings in the fully-paid Rights Shares on the Stock Exchange are expected to commence at 9:30 a.m. on Wednesday, 2 August 2006. Refund cheques in respect of partially unsuccessful applications for excess Rights Shares are expected to be sent by ordinary post to the respective unsuccessful applicants on Monday, 31 July 2006 at their own risk.

Reference is made to the prospectus (the "Prospectus") issued by IDT International Limited (the "Company") dated 10 July 2006 in relation to the Rights Issue. Capitalised terms used herein shall have the same meanings as those defined in the Prospectus unless the context requires otherwise.

RESULTS OF THE RIGHTS ISSUE

The Directors are pleased to announce that all conditions set out in the Underwriting Agreement have been fulfilled (or discharged, if appropriate) and the Underwriting Agreement has not been terminated in accordance with its terms. The Rights Issue has become unconditional at 4:00 p.m. on Wednesday, 26 July 2006. 323 valid acceptances of provisional allotment of Rights Shares have been received for a total of 406,350,721 Rights Shares and 398 valid applications for excess Rights Shares have been received for a total of 2,103,835,719 Rights Shares, resulting in a total of valid applications for 2,510,186,440 Rights Shares. Accordingly, the Rights Issue was approximately 502% over-subscribed.

As a result of the over-subscription of the Rights Shares, the Underwriters' obligations in respect of the subscribing or procuring the subscription of the Rights Shares not taken up and other related obligations arising thereto under the Underwriting Agreement have been discharged at 4:00 p.m. on Wednesday, 26 July 2006.

EXCESS APPLICATION

Of the 2,103,835,719 Rights Shares applied for by way of excess application, the Directors have resolved to allocate those Rights Shares provisionally allotted but not accepted by the Qualifying Shareholders in the following manner:

Number of excess Rights Shares applied for	Number of valid applications	Total number of Rights Shares allotted	Approximate percentage of allocation based on the total number of excess Rights Shares applied for in this category	Allotment basis
1 to 1,999	24	35,189	100.00%	Odd lot excess Rights Shares applied for in full
2,000 to 799,999	265	864,233	3.31%	Odd lot excess Rights Shares applied for in full plus 2,000 Shares
800,000 to 999,999	12	68,536	0.61%	Odd lot excess Rights Shares applied for in full plus 4,000 Shares
1,000,000 to 1,599,999	12	82,749	0.57%	Odd lot excess Rights Shares applied for in full plus 6,000 Shares
1,600,000 to 1,899,999	7	67,759	0.55%	Odd lot excess Rights Shares applied for in full plus 8,000 Shares
1,900,000 to 2,299,999	17	188,128	0.56%	Odd lot excess Rights Shares applied for in full plus 10,000 Shares
2,300,000 to 2,599,999	4	52,504	0.54%	Odd lot excess Rights Shares applied for in full plus 12,000 Shares
2,600,000 to 3,299,999	8	125,889	0.55%	Odd lot excess Rights Shares applied for in full plus 14,000 Shares
3,300,000 to 3,999,999	7	133,392	0.53%	Odd lot excess Rights Shares applied for in full plus 18,000 Shares
4,000,000 to 4,599,999	5	108,599	0.54%	Odd lot excess Rights Shares applied for in full plus 20,000 Shares
4,600,000 to 5,499,999	4	100,760	0.52%	Odd lot excess Rights Shares applied for in full plus 24,000 Shares
5,500,000 to 5,899,999	1	27,600	0.50%	Odd lot excess Rights Shares applied for in full plus 26,000 Shares
5,900,000 to 6,599,999	4	118,999	0.50%	Odd lot excess Rights Shares applied for in full plus 28,000 Shares
6,600,000 to 8,999,999	6	203,190	0.49%	Odd lot excess Rights Shares applied for in full plus 32,000 Shares
9,000,000 to 10,999,999	3	137,500	0.49%	Odd lot excess Rights Shares applied for in full plus 44,000 Shares
11,000,000 to 13,999,999	1	57,600	0.48%	Odd lot excess Rights Shares applied for in full plus 56,000 Shares
14,000,000 to 18,999,999	2	139,700	0.49%	Odd lot excess Rights Shares applied for in full plus 68,000 Shares
19,000,000 to 19,999,999	2	183,800	0.48%	Odd lot excess Rights Shares applied for in full plus 90,000 Shares
20,000,000 to 20,999,999	2	188,000	0.47%	Approximately 0.47% of the excess Rights Shares applied for
21,000,000 to 299,999,999	11	6,370,800	0.46%	Odd lot excess Rights Shares applied for in full plus approximately 0.46% of the excess Rights Shares applied for
310,920,792	1	1,439,533	0.46%	Approximately 0.46% of the excess Rights Shares applied for
Total	398	10,694,460		

The Directors consider that the allocation of the excess Rights Shares is on a fair and equitable basis. The Underwriters have taken up their provisional allotment of 232,234,611 Rights Shares pursuant to the Underwriting Agreement. Accordingly, the aggregate number of Shares held by the Underwriters in the Company increased from 1,161,173,064 Shares (representing approximately 55.69% of the Company's issued share capital immediately before completion of the Rights Issue) to 1,393,407,675 Shares (representing approximately 55.69% of the issued share capital of the Company as enlarged by the issue of the Rights Shares).

The following is a table showing the changes in the shareholding structure of the Company immediately before and after completion of the Rights Issue:

	Immediately before completion of the Rights Issue		Immediately after completion of the Rights Issue	
	<i>No. of Shares</i>	<i>%</i>	<i>No. of Shares</i>	<i>%</i>
Dr. Raymond Chan and Madam Shirley Chan	1,161,173,064	55.69%	1,393,407,675	55.69%
Public Shareholders	924,052,843	44.31%	1,108,863,413	44.31%
Total	<u>2,085,225,907</u>	<u>100.00%</u>	<u>2,502,271,088</u>	<u>100.00%</u>

DESPATCH OF CERTIFICATES FOR RIGHTS SHARES AND COMMENCEMENT OF DEALINGS IN THE FULLY-PAID RIGHTS SHARES ON THE STOCK EXCHANGE

It is expected that the share certificates for the fully-paid Rights Shares will be despatched to the addresses (as shown on the register of members of the Company) of those persons entitled and who have validly applied and paid for the Rights Shares and excess Rights Shares, if any, by ordinary post on Monday, 31 July 2006 at their own risk. Dealings in the fully-paid Rights Shares on the Stock Exchange are expected to commence at 9:30 a.m. on Wednesday, 2 August 2006. Refund cheques in respect of partially unsuccessful applications for excess Rights Shares are expected to be sent by ordinary post to the respective unsuccessful applicants on Monday, 31 July 2006 at their own risk.

By order of the Board
IDT International Limited
Dr. Raymond Chan
Chairman and Chief Executive Officer

Hong Kong, 26 July 2006

As at the date of this announcement, the board of Directors comprises two executive directors, namely Dr. Raymond Chan and Mrs. Chan Pau Shiu Yeng, Shirley; one non-executive director Professor Woo Chia Wei; and five independent non-executive directors, namely Mr. Lo Kai Yiu, Anthony, Mr. Kao Ying Lun, Mr. Jack Schmuckli, Dr. Kenichi Ohmae and Professor Yoram (Jerry) Wind.

Website: <http://www.idthk.com>

<http://www.irasia.com/listco/hk/idt>

*Please also refer to the published version of this announcement in
The Standard and Hong Kong Economic Times.*