



DIVISION OF  
CORPORATION FINANCE

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549

**Via U.S. Mail and Fax**

Mr. Liu Dongping  
Chief Financial Officer  
Telestone Technologies Corporation  
Floor 6, Saiou Plaza  
No. 5 Haiying Road  
Fengtai Technology Park  
Beijing, People's Republic of China 100070

August 21, 2006

RE:           **Telestone Technologies Corporation**  
              **Form 10-KSB for the fiscal year ended December 31, 2005**  
              **File No. 001-32503**

Dear Mr. Dongping:

We have completed our review of your Form 10-KSB and related filings and do not, at this time, have any further comments.

Sincerely,

Larry Spigel  
Assistant Director