亞洲金融集團（控股）有限公司
ASIA FINANCIAL HOLDINGS LTD.

(Incorporated in Bermuda with limited liability)

(Stock Code: 662)

ANNOUNCEMENT OF FINAL RESULTS FOR THE YEAR ENDED 31ST DECEMBER, 2007

RESULTS

The Board of Directors of Asia Financial Holdings Limited (the "Company") announces the audited results of the Company and its subsidiaries (the "Group") for the year ended 31st December, 2007 as follows:

CONSOLIDATED INCOME STATEMENT

Year ended 31st December, 2007

	Notes	2007 HK$'000	2006 HK$'000
REVENUE	3	**813,693**	740,338
Gross premiums		**773,534**	740,082
Reinsurers' share of gross premiums		**(257,783)**	(278,218)
Net insurance contracts premiums revenue		**515,751**	461,864
Gross claims paid		**(341,320)**	(273,833)
Reinsurers' share of gross claims paid		**123,979**	78,397
Gross change in outstanding claims		**(11,991)**	(34,301)
Reinsurers' share of gross change in outstanding claims		**(24,479)**	(25,661)
Net claims incurred		**(253,811)**	(255,398)
Commission income		**45,473**	50,495
Commission expense		**(192,791)**	(157,700)
Net commission expense		**(147,318)**	(107,205)
Management expenses for underwriting business		**(46,198)**	(43,581)
Underwriting profit		**68,424**	55,680
Dividend income		**38,061**	32,960
Gain on investment activities		**365,236**	282,713
Interest income		**109,668**	113,701
Other revenue		**24,705**	12,657
		606,094	497,711
Operating expenses		**(93,950)**	(85,053)
		512,144	412,658
Share of profits and losses of jointly-controlled entities		**66,087**	31,556
Share of profits and losses of associates		**4,432**	4,861
PROFIT BEFORE TAX	4	**582,663**	449,075

	Notes		
TAX	5	**(61,724)**	(32,764)
PROFIT FOR THE YEAR FROM CONTINUING OPERATIONS		**520,939**	416,311
DISCONTINUED OPERATION			
Net gain associated with the discontinued operation	8	**-**	2,677,299
PROFIT FOR THE YEAR		**520,939**	3,093,610
Attributable to:			
Equity holders of the Company		**520,584**	3,092,434
Minority interests		**355**	1,176
		520,939	3,093,610
DIVIDENDS	6		
Interim		**98,958**	52,901
Special		**-**	1,269,626
Proposed final		**98,958**	115,801
		197,916	1,438,328
EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY	7		
Basic			
- For profit for the year		**HK49.5 cents**	HK292.5 cents
- For profit from continuing operations		**HK49.5 cents**	HK39.3 cents
Diluted			
- For profit for the year		**N/A**	N/A
- For profit from continuing operations		**N/A**	N/A

CONSOLIDATED BALANCE SHEET

31st December, 2007

	2007 HK$'000	2006 HK$'000
ASSETS		
Property, plant and equipment	**202,728**	192,651
Investment properties	**3,780**	3,450
Interests in jointly-controlled entities	**306,027**	97,694
Loans to jointly-controlled entities	**70,964**	31,000
Interests in associates	**72,823**	70,483
Due from an associate	**107,510**	-
Held-to-maturity securities	**294,109**	370,638
Available-for-sale securities	**922,379**	749,898
Properties held for sale	**-**	14,457
Loans and advances and other assets	**292,596**	365,002
Securities measured at fair value through profit or loss	**2,011,928**	2,623,700
Insurance receivables	**149,389**	142,921
Reinsurance assets	**342,444**	371,238
Pledged deposits	**34,831**	32,793
Cash and cash equivalents	**2,471,471**	1,753,875
Total assets	**7,282,979**	6,819,800
EQUITY AND LIABILITIES		
Equity attributable to equity holders of the Company		
Issued capital	**1,052,739**	1,052,739
Reserves	**4,622,819**	4,247,086
Proposed final dividend	**98,958**	115,801
	5,774,516	5,415,626
Minority interests	**17,214**	29,748
Total equity	**5,791,730**	5,445,374
Liabilities		
Insurance contract liabilities	**1,148,154**	1,096,004
Insurance payables	**154,228**	135,688
Due to associates	**265**	265
Other liabilities	**121,074**	92,710
Tax payable	**56,242**	38,473
Deferred tax liabilities	**11,286**	11,286
Total liabilities	**1,491,249**	1,374,426
Total equity and liabilities	**7,282,979**	6,819,800

NOTES

1. IMPACT OF NEW AND REVISED HONG KONG FINANCIAL REPORTING STANDARDS

The Group has adopted the following new and revised HKFRSs for the first time for the current year's financial statements. The adoption of these new and revised standards and interpretations has had no material effect on these financial statements.

HKFRS 7	Financial Instruments: Disclosures
HKAS 1 Amendment	Capital Disclosures
HK(IFRIC)-Int 8	Scope of HKFRS 2
HK(IFRIC)-Int 9	Reassessment of Embedded Derivatives
HK(IFRIC)-Int 10	Interim Financial Reporting and Impairment

The principal effects of adopting these new and revised HKFRSs are as follows:

(a) HKFRS 7 Financial Instruments: Disclosures

This standard requires disclosures that enable users of the financial statements to evaluate the significance of the Group's financial instruments and the nature and extent of risks arising from those financial instruments. The new disclosures are included throughout the financial statements. While there has been no effect on the financial position or results of operations of the Group, comparative information has been included/revised where appropriate.

(b) Amendment to HKAS 1 Presentation of Financial Statements - Capital Disclosures

This amendment requires the Group to make disclosures that enable users of the financial statements to evaluate the Group's objectives, policies and processes for managing capital.

(c) HK(IFRIC)-Int 8 Scope of HKFRS 2

This interpretation requires HKFRS 2 to be applied to any arrangement in which the Group cannot identify specifically some or all of the goods or services received, for which equity instruments are granted or liabilities (based on a value of the Group's equity instruments) are incurred by the Group for a consideration, and which appears to be less than the fair value of the equity instruments granted or liabilities incurred. The interpretation has had no effect on these financial statements.

(d) HK(IFRIC)-Int 9 Reassessment of Embedded Derivatives

This interpretation requires that the date to assess whether an embedded derivative is required to be separated from the host contract and accounted for as a derivative is the date that the Group first becomes a party to the contract, with reassessment only if there is a change to the contract that significantly modifies the cash flows. As the Group has not changed the terms of such contracts, the interpretation has had no effect on these financial statements.

(e) HK(IFRIC)-Int 10 Interim Financial Reporting and Impairment

The Group has adopted this interpretation as of 1st January 2007, which requires that an impairment loss recognised in a previous interim period in respect of goodwill or an investment in either an equity instrument classified as available-for-sale or a financial asset carried at cost is not subsequently reversed. As the Group had no impairment losses previously reversed in respect of such assets, the interpretation has had no impact on the financial position or results of operations of the Group.

2. SEGMENT INFORMATION

(a) Business segments

The following tables present revenue and profit for the Group's business segments.

Group	**Continuing operations**				**Discontinued operation**	
	Insurance 2007 HK$'000	**Corporate 2007 HK$'000**	**Eliminations 2007 HK$'000**	**Total 2007 HK$'000**	**Banking 2007 HK$'000**	**Consolidated 2007 HK$'000**
Segment revenue:						
External customers	**813,693**	**-**	**-**	**813,693**	**-**	**813,693**
Other revenue	**334,076**	**203,594**	**-**	**537,670**	**-**	**537,670**
Intersegment	**2,304**	**-**	**(2,304)**	**-**	**-**	**-**
Total	**1,150,073**	**203,594**	**(2,304)**	**1,351,363**	**-**	**1,351,363**
Segment results	**360,727**	**151,417**	**-**	**512,144**	**-**	**512,144**
Share of profits and losses of:						
Jointly-controlled entities	**55,551**	**10,536**	**-**	**66,087**	**-**	**66,087**
Associates	**3,716**	**716**	**-**	**4,432**	**-**	**4,432**
Profit before tax				**582,663**	**-**	**582,663**
Tax	**(41,845)**	**(19,879)**	**-**	**(61,724)**	**-**	**(61,724)**
Gain on disposal of the discontinued operation	**-**	**-**	**-**	**-**	**-**	**-**
Profit for the year				**520,939**	**-**	**520,939**

Group	Continuing operations				Discontinued Operation	
	Insurance 2006 HK$'000	Corporate 2006 HK$'000	Eliminations 2006 HK$'000	Total 2006 HK$'000	Banking 2006 HK$'000	Consolidated 2006 HK$'000
Segment revenue:						
External customers	740,338	-	-	740,338	115,167	855,505
Other revenue	236,013	206,018	-	442,031	-	442,031
Intersegment	2,511	872	(2,246)	1,137	(1,137)	-
Total	978,862	206,890	(2,246)	1,183,506	114,030	1,297,536
Segment results	252,560	160,098	-	412,658	59,669	472,327
Share of profits and losses of:						
Jointly-controlled entities	25,356	6,200	-	31,556	-	31,556
Associates	4,861	-	-	4,861	-	4,861
Profit before tax				449,075	59,669	508,744
Tax	(25,227)	(7,537)	-	(32,764)	(10,663)	(43,427)
Gain on disposal of the discontinued operation	-	-	-	-	2,628,293	2,628,293
Profit for the year				416,311	2,677,299	3,093,610

(b) Geographical segments

Over 90% of the Group's revenue and profit are derived from operations carried out in Hong Kong.

3. REVENUE

Revenue, which is also the Group's turnover, represents gross premiums net of discounts, from the direct and reinsurance businesses underwritten during the year.

4. PROFIT BEFORE TAX

The Group's profit before tax is arrived at after charging/(crediting):

	2007 HK$'000	2006 HK$'000
Auditors' remuneration	**1,800**	1,630
Depreciation	**12,828**	13,179
Employee benefits expense (including directors' remuneration):		
Wages and salaries	**85,452**	164,635
Pension scheme contributions	**2,907**	3,400
Less: Forfeited contributions	**(68)**	(79)
Net pension scheme contributions	**2,839**	3,321
Total employee benefits expense	**88,291**	167,956
Minimum lease payments under operating leases in respect of land and buildings	**2,380**	4,006
Fair value gains on securities measured at fair value through profit or loss, net	**(365,766)**	(296,928)
Gain on disposal of available-for-sale securities	**(873)**	(96)
Loss on redemption/call back of held-to-maturity securities	**1,009**	266
Impairment loss of available-for-sale securities	**394**	7,693
Impairment allowances on loans and advances and other assets	**-**	91
Impairment allowances on insurance receivables	**220**	-
Loss on disposal/write-off of property, plant and equipment	**92**	991
Impairment loss of property, plant and equipment	**-**	413
Gain on disposal of properties held for sale	**(4,909)**	-
Amortisation of intangible assets	**-**	19
Impairment loss of intangible assets	**-**	29
Changes in fair value of investment properties	**(330)**	(1,620)
Excess over the cost of acquisition of minority interests*	**(4,270)**	-

Write-back of an impairment allowance against a loan to a jointly-controlled entity	-	(1,000)
Dividend income from:		
Listed investments	**(34,260)**	(28,993)
Unlisted investments	**(3,801)**	(3,967)
	(38,061)	(32,960)
Interest income, excluding that related to banking business	**(109,668)**	(113,701)

* Excess over the cost of acquisition of minority interests is included in "Other revenue" on the face of the consolidated income statement.

The disclosures presented in this note include those amounts charged/(credited) in respect of the discontinued operation during the year ended 31st December, 2006.

5. TAX

Hong Kong profits tax has been provided at the rate of 17.5% (2006: 17.5%) on the estimated assessable profits arising in Hong Kong during the year. Taxes on profits assessable elsewhere have been calculated at the rates of tax prevailing in the locations in which the Group operates, based on existing legislation, interpretations and practices in respect thereof.

	2007 HK$'000	2006 HK$'000
Group:		
Current - Hong Kong		
Charge for the year	**66,478**	30,837
Overprovision in prior years	**(5,666)**	-
- Elsewhere	**912**	1,497
Deferred charge	**-**	430
Total tax charge for the year	**61,724**	32,764

6. DIVIDENDS

	2007 HK$'000	2006 HK$'000
Interim – HK9.4 cents (2006: HK5.0 cents) per ordinary share	**98,958**	52,901
Special – Nil (2006: HK1.2) per ordinary share	**-**	1,269,626
Proposed final – HK9.4 cents (2006: HK11.0 cents) per ordinary share	**98,958**	115,801
	197,916	1,438,328

The proposed final dividend for the year is subject to the approval of the Company's shareholders at the forthcoming annual general meeting. Accordingly, the proposed final dividend has been included in the proposed final dividend reserve account within the equity attributable to the equity holders of the Company of the balance sheet.

7. EARNINGS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE COMPANY

The calculation of the basic earnings per share amount is based on the profit for the year attributable to ordinary equity holders of the Company of HK$520,584,000 (2006: HK$3,092,434,000) and the 1,052,739,428 ordinary shares in issue during the year (2006: weighted average of 1,057,128,146 ordinary shares).

Diluted earnings per share amounts for the years ended 31st December, 2007 and 2006 have not been disclosed as no dilutive events existed in current and last years.

8. DISCONTINUED OPERATION

On 14th February, 2006, a share purchase agreement (the "Share Purchase Agreement") was entered into between the Company and Public Financial Holdings Limited ("PFH") (formerly "JCG Holdings Limited"), a company incorporated in Bermuda and listed on the Stock Exchange, and an independent third party to the Group. Pursuant to the Share Purchase Agreement, the Company disposed of and PFH acquired the entire 8,100,000 issued and fully paid ordinary shares of HK$100 each in the share capital of Asia Commercial Bank Limited ("ACB"), a former wholly-owned subsidiary of the Company, together with the subsidiaries of ACB (the "ACB Group") at a cash consideration of HK$4,499,550,000, subject to adjustment (the "Consideration Adjustment") upon completion of the Share Purchase Agreement. The Consideration Adjustment, as determined and agreed by the Company and PFH in July 2006, was HK$85,449,000.

The results in respect of the ACB Group for last year are presented below:

	2006 HK$'000
Interest income	258,799
Interest expense	(169,207)
Net fee and commission income from the banking business	13,876
Gains less losses arising from dealing in foreign currencies from the banking business	4,184
Other operating revenue	7,515
	115,167
Expenses	(55,498)
Profit before tax from the discontinued operation	59,669
Tax - current charge	(10,663)
Profit for the year from the discontinued operation	49,006
Gain on disposal of the discontinued operation	2,628,293
Net gain associated with the discontinued operation	2,677,299

The net cash flows incurred by the ACB Group are as follows:

	2006 HK$'000
Operating activities	236,830
Investing activities	50,484
Net cash inflow	287,314

Earnings per share from the discontinued operation:

	2006
	HK cents
Basic	253.0
Diluted	N/A

The calculation of basic earnings per share from the discontinued operation is based on the net gain associated with the discontinued operation of HK$2,677,299,000 and on 1,058,021,428 ordinary shares in issue during the period up to the date of disposal of the ACB Group.

Diluted earnings per share amounts from the discontinued operation for 2006 had not been calculated as no dilutive events existed during the year.

MANAGEMENT REVIEW AND OUTLOOK

(All changes in % refer to the same period last year)

Profit attributable to shareholders <from continuing business>:	HK$520.6m	+25.4%
(-83.2% for including the gain arising from the sale of Asia Commercial Bank in 2006)		
Earnings per share <from continuing business>:	HK49.5cents	+26.0%
Final dividend per share:	HK9.4cents	-14.5%
Total dividend per share: (*Exclude special dividend in 2006)	HK18.8cents	+17.5%(*)

Asia Financial's net profit for 2007 of HK$520.6 million represents a 25.4% increase on the previous year after excluding the effect of the exceptional earnings arising from the sale of Asia Commercial Bank in the first half of 2006 (a 83.2% decrease if that exceptional element from 2006 is included). This satisfactory result reflects good performance by portfolio investments during a time of market strength, continued solid underwriting profits and rising returns from joint ventures and associated companies. At the same time, we continued to make new direct investments in developing businesses that we believe will yield healthy returns in the longer term. The rise in operating expenses in 2007 reflects one-off costs associated with the increase in charitable donations and the full-year staff costs against the partial 8-month amount resulting from internal management transfers after the disposal of Asia Commercial Bank in the first half of 2006.

Economic and Market Background

Despite a slowdown in the US, the world economy maintained healthy growth during 2007, partly because of the strong performance of emerging market economies, notably in Asia. The Chinese economy grew by 11.4% during the year – the fastest pace in 13 years – while Hong Kong saw 6.3% growth during the year, thanks particularly to private consumption growth.

The year will probably be remembered particularly for the US subprime mortgage crisis and uncertainty due to the weakening US dollar and rising commodities prices. After a volatile year, the US markets ended 2007 up (6% for the Dow) but in a pessimistic mood. Mainland markets performed very strongly, with the A shares indexes rising at double-digit rates per month at times during the year, giving rise to fears of a bubble and periods of volatility, including the end of the year. Overeager expectations of a 'through-train' to enable mainland investors to buy Hong Kong-listed shares pushed the Hang Seng Index above 31,000 resulted in a mini-bubble that burst in October. Even so, the Hang Seng Index ended the year 39.3% above its end-2006 level.

Overview by Segments

Insurance

Wholly owned Asia Insurance Company, Limited ("Asia Insurance") maintained its very satisfactory performance in 2007, with net profit for the year of HK$381.7million, a rise of 46.6% over 2006. Turnover gained 9.7% for the year. This was partly due to an expanding distribution network, with new agency agreement established during the year with The Prudential Assurance Co Ltd and Shanghai Commercial Bank in 2006. It also reflected organic growth of the existing portfolio due to strong economic growth in many sectors in Hong Kong and Macau. Asia Insurance's underwriting strategy of concentrating on quality business rather than pursuing market share in less profitable sectors continued to prove beneficial, and the company's underwriting profit rose 23.2% to HK$68.9 million. The company's higher solvency margin and retention limit during 2007 also contributed to this increased profit.

Favourable market conditions and a well-balanced investment approach enabled Asia Insurance to increase its investment income for the year by 36.2% to HK$250.7 million. Decisions to lock in some gains during the year accounted for the relatively minor increase in dividend income. The gain in net interest income reflects the full-year effect of the increase in capital in July 2006.

Associated companies and joint ventures continued to perform respectably. Profits from BC Reinsurance Ltd., People's Insurance Company of China (Hong Kong) Ltd. and Professional Liability Underwriting Services Ltd. rose healthily, while our returns from Hong Kong Life Insurance Ltd. increased by a very strongly 148.4% to HK$46.8 million. We anticipate future increases in returns from these companies as start-up costs are absorbed and their businesses continue to develop.

With its strong capitalization (recognized by a Standard & Poor's 'A with stable outlook' rating), Asia Insurance is in a good position to maintain profitability and participate in a wider range of large-scale co-insurance business than it could in the past. The management will also explore further opportunities to develop bancassurance and agency relationships. As one of the top six Hong Kong-registered general insurers, the company is expecting to build on its reputation for strength and service continue to attract and retain the loyalty of our high-quality client base. In the longer term, we see potential opportunities arising from proposed reforms to Hong Kong's health care financing system. We remain very confident about the company's prospects in the years to come.

In addition, PICC Life Insurance Co. Ltd., a joint venture between Asia Financial and The People's Insurance Company (Group) of China ("PICC") and others, is establishing 25 provincial and 98 city branches in China. It will continue to expand its distribution network in the coming years.

Securities Portfolio Investment

Market conditions in 2007 were beneficial to Asia Financial's other portfolio investments. Much of the increase in net profit (for the continuing business) was due to increases in trading and non-trading investment income on equities (largely blue chips listed in Hong Kong and New York), externally managed funds and fixed income investments. The increase also reflects our generally prudent but decisive approach to picking investments and to timing. Our currency exposure, such as certain long-term investment holdings denominated in Thai Baht, enhanced some unrealised gains.

The Group has no direct exposure to the parts of the credit market affected by the sub-prime loans problems arising in the United States. Secondary exposure via equity and fund investments is limited by our policy of diversification and focus on quality.

The outlook for the markets in 2008 is uncertain, and although the fundamentals in Hong Kong and Mainland China look fairly good, management will continue to take a prudent approach, and if necessary a defensive one. In the long run, we aim at seeking and carefully selecting direct investment opportunities in sectors where we see potential and advantage.

Health Care

The Group's returns from its 3.5% holding in Bumrungrad Hospital PCL of Thailand was HK$5.5 million during 2007. In April 2007 we took a 19.5% stake in Bumrungrad International Limited ("BIL"). This hospital development and health care company operates a hospital in the Philippines and a regional renal dialysis centre in North-east and Southern Asian countries. The company is building a new hospital in the Middle East and is actively studying some other expanding opportunities elsewhere in Asia. Demographic and related government policy trends will produce growing demand for health-related services in the Asia-Pacific region in the years ahead, and we expect BIL and other possible investments in this sector to represent sound long-term sources of profit.

Pension and Asset Management

The Group's main current presence in this sector, its holding in jointly-controlled company, Bank Consortium Holding Limited ("BCH"), contributed a healthy increase in profit in 2007 of 69.9%. This reflected the company's progression from a start-up to a profitable entity. Bank Consortium Trust Co. Ltd., wholly owned subsidiary of BCH, is one of the top five providers of Mandatory Provident Fund services in Hong Kong, and its outlook remains positive. Moreover, our investment in BBL Asset Management Co. Ltd. in Thailand continued to provide stable return during the year.

Property Development Projects

The Group's interests in real estate and other areas represent only a small percentage of our overall investments. The main projects – property developments in Shanghai and Suzhou in Mainland China – enable us to leverage partnerships and gain geographical diversification that may benefit us in our core areas of interest in due course. Their progresses were good over the period.

Management Approach and Future Prospects

Management continues with its longstanding policy of prudence in the pursuit of long-term growth in shareholder value and the seeking of new investment opportunities in our favoured business and geographic sectors. Our management of the cash and other elements of our portfolio investments will continue to reflect these principles. With a possibility of rising inflation in Hong Kong, we will also remain conscious of the need to manage costs carefully.

The near-term outlook is uncertain for Hong Kong, China and the region, and indeed globally. We will remain alert to uncertainties concerning global markets and interest rates and the slowdown in the United States, and I hope to report reasonable performances by our investment portfolio and the insurance business for 2008 year as a whole.

Looking further ahead, we see major strategic opportunities for Asia Financial Group. In particular, we believe that future Asia-Pacific economic growth, along with the ageing population and related government policy trends, will produce growing demand for insurance and health care in the Asia-Pacific region. Our aim is to augment our direct investment and joint venture activity in the insurance and health care areas where we can identify value and possible opportunities to leverage our traditional expertise, networks and client bases. Given the scale of the possible opportunities that lie ahead, we are prepared to exercise patience in considering and selecting new investments.

EMPLOYEES AND REMUNERATION POLICY

The total number of employees of the Group for the year ended 31st December, 2007 was 246 (2006: 239). Annual remuneration increments and promotions are determined through a performance-oriented appraisal system, with the basic pay structure being reviewed from time to time to reflect market trends. In addition to the basic salary, employees also receive an annual bonus based on both the Group's and their individual performance. Medical and retirement benefit schemes are made available to all level of personnel. There was no share option scheme in operation during the year. The Group also offers various training and induction programmes to its employees.

FINAL DIVIDEND

The Board has resolved to recommend to the shareholders the payment of a final dividend of HK9.4 cents (2006: HK 11.0 cents) per share which, together with the interim dividend of HK9.4 cents (2006: HK5.0 cents) per share and the special dividend of nil (2006: HK$1.2) per share, will make a total dividend of HK18.8 cents (2006: HK$1.36) per share for the year ended 31st December, 2007. The proposed final dividend will be paid in cash to those shareholders whose names are on the Register of Members of the Company on Thursday, 29th May, 2008 and the dividend warrants will be despatched to shareholders on or about Wednesday, 18th June, 2008.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members will be closed from Friday, 23rd May, 2008 to Thursday, 29th May, 2008, both days inclusive, during which period no transfer of shares will be effected. In order to qualify for the proposed final dividend, all transfers, accompanied by the relevant share certificates must be lodged for registration with the Company's Hong Kong Branch Registrar, Computershare Hong Kong Investor Services Limited, at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wan Chai, Hong Kong not later than 4:30 p.m. on Thursday, 22nd May, 2008.

ANNUAL GENERAL MEETING

It is proposed that the Annual General Meeting of the Company will be held on Thursday, 29th May, 2008. Notice of the Annual General Meeting will be published and despatched to the shareholders on or about Friday, 25th April, 2008.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S SHARES

During the year ended 31st December, 2007, neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's shares.

CORPORATE GOVERNANCE

Throughout the year ended 31st December, 2007, the Company has complied with all the code provisions set out in the Code on Corporate Governance Practices contained in Appendix 14 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

REVIEW OF ACCOUNTS

The Audit Committee has reviewed the consolidated financial statements of the Group for the year ended 31st December, 2007.

PUBLICATION OF FINAL RESULTS AND ANNUAL REPORT

This results announcement is published on the Company's website at www.afh.hk and the HKExnews at www.hkexnews.hk. The 2007 annual report will be despatched to the shareholders and available at the same websites on or about Friday, 25th April, 2008.

BOARD OF DIRECTORS

As at the date of this announcement, the executive directors of the Company are Mr. Robin Yau Hing Chan (Chairman), The Hon. Bernard Charnwut Chan (President), Mr. Stephen Tan, Mr. Wong Kok Ho; the non-executive directors are Mr. Lau Ki Chit, Dr. The Hon. Leo Tung Hai Lee, Mr. Choedchu Sophonpanich, Mr. Ng Song Hin, Dr. The Hon. Philip Yu Hong Wong, Mr. Kenneth Chi Lam Siao, Mr. Michitoki Yokoi, Ms. Chan Yeow Toh; and the independent non-executive directors are Ms. Anna Suk Han Chow, Mr. Andrew Chiu Cheung Ma and Dr. Ko Wing Man.

By Order of the Board
Asia Financial Holdings Limited
Robin Y.H. Chan
Chairman

Hong Kong, 1st April, 2008