CHINA ART FINANCIAL HOLDINGS LIMITED
中國藝術金融控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1572)

CLARIFICATION ANNOUNCEMENT

Reference is made to the announcement of China Art Financial Holdings Limited (the "**Company**") dated 16 March 2017 (the "**Announcement**") in relation to the annual results for the year ended 31 December 2016. Capitalized terms used in this announcement shall have the same meaning as those defined in the Announcement.

The board of directors of the Company (the "**Board**") wishes to clarify that there is a typographical error made under the section headed "DIVIDEND" on page 11 of the Announcement in which the sentence "The Proposed Final Dividend and the Proposed Special Dividend will be either payable in cash or in form of new fully paid shares of the Company in respect of part or all of such final and special dividend at shareholders' option." should have been stated as "The Proposed Final Dividend and the Proposed Special Dividend will be payable in cash.".

Save as disclosed above, all other information in the Announcement shall remain unchanged.

By order of the Board
China Art Financial Holdings Limited
Fan Zhijun
Chairman

Hong Kong, 17 March 2017

As at the date of this announcement, the Board comprises (1) Mr. Fan Zhijun and Mr. Zhang Bin as the executive Directors and (2) Mr. Leung Shu Sun, Sunny, Mr. Liu Jian and Mr. Chu Xiaoliang as the independent non-executive Directors.