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 22 August 2017 (the "**Announcement**") in relation to the interim results for the six months ended 30 June 2017. 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 are typographical errors made under the "Financial Highlights for the Six Months Ended 30 June 2017" on page 1 of the Announcement in which the percentage change of net assets should be "0.3%" instead of "0%"; and the percentage change of aggregate transaction value of pure online auction under the "Company Business Highlights" on page 2 and under "Art and Asset Auction Business" in the last paragraph on page 13 should be 209% instead of "309%".

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, 23 August 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.