

**ASIA FASHION HOLDINGS LIMITED**  
(Company Registration No. 41195)  
(Incorporated in Bermuda)

**FURTHER BREAKDOWN OF USE OF PROCEEDS RAISED FROM THE PLACEMENT (“PLACEMENT”) OF 100,000,000 NEW ORDINARY SHARES TO FENG JIA CHENG, WANG HUI, CAI YI AND GUO WEN QI**

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The Board of Directors (the “**Board**”) of Asia Fashion Holdings Limited (the “**Company**”) refers to the announcements dated 15 August 2013, 11 September 2014, 7 January 2015, 2 February 2015, 11 February 2015, 16 February 2015 and 19 March 2015 (collectively, the “**Placement Announcements**”), and the Circular dated 9 January 2015. Capitalised terms not hereinafter defined shall, in their respective contexts, bear the meanings ascribed to them in the Placement Announcements.

The Company had on 19 March 2015 announced that the Net Proceeds of the Placement were utilised for general working capital purposes for payments of corporate, statutory and administrative expenses. Further to the Placement Announcements, the Board wishes to provide a more detailed breakdown on the use of the Net Proceeds as follows:

|   | (\$'000) | (\$'000)      |
|---|----------|---------------|
| <b>Net Proceed Raised</b>   |          | 2,750         |
| <b>Application of Proceed for payments of corporate, statutory and administrative expenses:</b> |          |               |
| Salaries and directors' remuneration  | 285      |               |
| Corporate and legal fees  | 438      |               |
| Listing expenses  | 65       |               |
| Office rental and deposit   | 725      |               |
| Pre-acquisition due diligence and audit fees and related expenses                               | 212      |               |
| Special review fee and related expenses – PWC   | 615      |               |
| Annual audit fee and related expenses   | 271      |               |
| Other miscellaneous expenses  | 139      |               |
|   | <hr/>    | 2,750         |
| Balance   |          | <hr/> <hr/> - |

BY THE ORDER OF THE BOARD

Neo Chee Beng  
Executive Chairman  
27 March 2015