

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

**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**

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 and 16 February 2015 (collectively, the “**Placement Announcements**”), and the Circular dated 9 January 2015.

Further to the Placement Announcements, the Board wishes to provide an update on the use of the net proceeds amounting to approximately S\$2.75 million (“**Net Proceeds**”) raised from the Placement which was completed on 11 February 2015.

The Net Proceeds have been fully drawn down and utilized by the Company as general working capital, in accordance with the intended use as stated in the Circular dated 9 January 2015, in the manner as set out below:

	Amounts Balance S\$('000)
NET PROCEEDS RAISED	S\$2,750
APPLICATION OF PROCEEDS	
Payments of corporate, statutory and administrative expenses	S\$2,750
BALANCE	<hr/> <hr/> - <hr/> <hr/>

The Company has fully utilized the Net Proceeds.

By Order of the Board

Neo Chee Beng
Executive Chairman
19 March 2015