

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

**EXTENSION OF CONVERTIBLE BOND REPAYMENT DATE AND INCREASE IN INTEREST RATE
FROM 7.0% PER ANNUM TO 9.0% PER ANNUM FOR SUCH EXTENDED PERIOD**

*Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the Company's announcement made on, inter alia, 5 March 2015, 16 March 2015, 27 March 2015 and 31 March 2015, 7 July 2015 and 2 September 2016 (collectively, the "**Convertible Bond Announcements**").*

Further to the Convertible Bond Announcements, the Board wishes to announce that the Company has, on 27 February 2017, agreed with the Investor (i.e. Alternus Capital Holdings Limited (BVI registration number: 1827854)) to:

- extend the repayment date of the Bonds by a period of sixty (60) days, from 5 March 2017 to 4 May 2017; and
- increase the interest rate applicable to such extended period from a simple interest rate of 7.0% per annum to 9.0% per annum.

Save for their respective interests in the share capital of the Company, none of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the transactions contemplated above.

By Order of the Board

Chong Tin Yam, Alex
Executive Director and Chief Executive Officer
10 March 2017