

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

**ISSUANCE OF UNSECURED NON-EQUITY-LINKED BONDS DUE 2016 OF AN
AGGREGATE PRINCIPAL AMOUNT OF S\$10,000,000**

The Board of Directors (the “**Board**”) of Asia Fashion Holdings Limited (the “**Company**”) would like to announce that the Company has on 9 June 2014 entered into a bond subscription agreement (“**Bond Subscription Agreement**”) with Li YuHuan (the “**Subscriber**”) for the issuance of seven (7) per cent. unsecured non-equity-linked bonds due 2016 with an aggregate principal amount of S\$10,000,000.00 (the “**Bonds**”) and in the denomination of S\$200,000.00. The Subscriber has also on 9 June 2014 subscribed for Bonds at the aggregate subscription price of S\$10,000,000.00 (the “**Subscription**”) in accordance with the terms of the Bond Subscription Agreement.

The Company intends to use the proceeds from the Subscription to satisfy its general corporate and working capital purposes to alleviate the cash-flow situation of the Company, and towards the development and expansion of its business (including possible acquisitions).

As at the date of this announcement, none of the directors or substantial shareholders of the Company, save for their respective shareholdings in the Company, has any interest, direct or indirect, in the Subscription.

By Order of the Board

Neo Chee Beng
Executive Chairman
9 June 2014