

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



ASIA INVESTMENT FINANCE GROUP LIMITED

亞投金融集團有限公司

(Incorporated in Cayman Islands with limited liability)

(Stock Code: 33)

PROFIT WARNING

This announcement is made by Asia Investment Finance Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Future Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) would like to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that, based on the information currently available to the Group, the Group expects to record a decrease in loss in the financial results for the year ended 31 December 2018 compared with that of the same period last year.

The Board considered that the decrease in loss for the year is mainly attributable to: (1) the Company’s metals trading business. As the prices of such commodities fluctuated considerably in recent years and the gross profit margin was relatively low, the company did not conduct such business during the year. Such business recorded a loss of HK\$4,100,000 in the same period last year; (2) in addition to metals trading business, the Company continued to restructure and optimize its business during the year. Administrative expenses and human resources expenses decreased by approximately HK\$35,000,000 as compared with that of the same period last year; (3) the impairment of loans and trade receivables and other receivables from customers of HK\$32,000,000 in total due to the adoption of an expected credit loss model under Hong Kong Financial Reporting Standard 9 “Financial Instruments” issued by the Hong Kong Institute of Certified Public Accountants in 2018; and (4) the acquisition of new business by the Company was completed before the end of the year, as a result, such business has yet to contribute profits to the Company for the year.

The Company is still in the process of finalizing the Group's annual results for the year ended 31 December 2018. The information contained in this announcement is only based on the preliminary assessment by the Board with reference to the unaudited consolidated management accounts of the Group and the information currently available, and is not based on any figures or information which have been audited or reviewed by the auditors or the audit committee of the Company and subject to adjustment. The actual annual results of the Group for the year ended 31 December 2018 may be different from what is disclosed in this announcement. Shareholders and potential investors of the Company are advised to read with caution the annual results announcement of the Company for the year ended 31 December 2018, which is expected to be published in late March 2019.

The Board would also like to inform the Shareholders and potential investors that despite the significant loss for the financial year ended 31 December 2018, the Directors consider the overall operations remain sound and intact, and the financial position of the Group remains solid.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
Asia Investment Finance Group Limited
Cheung Kwan
Chairperson and Executive Director

Hong Kong, 21 March 2019

As at the date of this announcement, the executive Directors of the Company are Ms. Cheung Kwan (Chairman), Mr. Sun Yu, Mr. Liu Hu and Ms. Zhao Hong Mei; the non-executive Directors are Mr. Wang Dayong and Mr. Li Xin; the independent non-executive Directors are Mr. Anthony Espina, Ms. Jin Xin, and Mr. Wang Jun Sheng.