



財華社
FINET

FINET GROUP LIMITED
財華社集團有限公司

(incorporated in the Cayman Islands with limited liability)
(Stock code: 8317)

ANNOUNCEMENT

The Board is pleased to announce that the Company is identifying suitable business opportunities in connection with the acquisition, management and securitization of non-performing loans portfolios in China.

The NPL Project may or may not materialize. Shareholders and potential investors in the Company are advised to exercise caution when dealing in the shares of the Company.

This announcement is issued pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of The Stock Exchange of Hong Kong Limited (the “GEM Listing Rules”).

The board of directors (the “Board”) of Finet Group Limited (the “Company”) is pleased to announce that the Company is currently identifying suitable business opportunities in connection with the acquisition, management and securitization of non-performing loans portfolios in China (the “NPL Project”).

The NPL Project is only at a preliminary stage and no agreement has been signed in respect of the acquisition of non-performing loans. However, to facilitate the NPL Project, the Company has signed a mandate with Calyon Corporate and Investment Bank (“Calyon”), whereby Calyon’s Hong Kong-based Asian Securitisation Group agreed to advise the Company on the possible securitization of non-performing loans and to act as the arranger in the securitization, if the NPL Project materializes.

A further announcement will be made on the progress of the NPL Project if and when appropriate.

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By Order of the Board
Yu Gang, George
Chairman

Hong Kong, 15th November, 2005

As at the date of this announcement, executive directors of the Company are Dr. Yu Gang, George and Mr. Au Siu Lun, Allen and the non-executive director is Dr. Kwan Pun Fong, Vincent, and the independent non-executive directors are Dr. Lam Lee G., Mr. Ng Ching Wo and Mr. Wu Tak Lung.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the “Latest Company Announcements” page of the GEM website for at least seven days from the day of its posting and on the website of the Company at www.e-finet.com.