

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.



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)

**PROPOSED OPEN OFFER ON THE BASIS OF
ONE OFFER SHARE FOR EVERY TWO EXISTING SHARES HELD ON
THE RECORD DATE WITH BONUS ISSUE OF WARRANTS
ON THE BASIS OF THREE BONUS WARRANTS
FOR EVERY TEN OFFER SHARES ISSUED
AND ALLOTTED UNDER THE OPEN OFFER;**

APPLICATION FOR WHITEWASH WAIVER; AND

PROPOSED INCREASE IN AUTHORISED SHARE CAPITAL

CONFIRMATION BY INDEPENDENT FINANCIAL ADVISER

The Directors refer to the Circular (as defined below) dated 9 June 2009 despatched to the Shareholders and the Result Announcement (as defined below).

Somerley, the Independent Financial Adviser, confirmed that, having taken into account the Result Announcement, its advice to the Independent Shareholders, and the Independent Board Committee to recommend the Independent Shareholders, to vote in favour of the relevant resolutions to be proposed at the EGM to approve the Open Offer and the Whitewash Waiver remains unchanged.

Reference is made to the circular of the Company dated 9 June 2009 (the “Circular”) in relation to, *inter alia*, (i) the Open Offer; (ii) the Bonus Issue of Warrants; (iii) the Whitewash Waiver; and (iv) the Authorised Share Capital Increase and the result announcement of the Company for the year ended 31 March 2009 published on 30 June 2009 (“Result Announcement”). Unless defined otherwise, capitalised terms used in this announcement shall have the same meanings as those defined in the Circular.

According to the Result Announcement, the Company recorded an audited loss of approximately HK\$62.7 million for the year ended 31 March 2009. This was mainly attributable to the fair value loss on investment properties, increase in general and administrative expenses and impairment charges.

The Company has disclosed in the April Announcement and the Circular that the earnings of the Group for the year ended 31 March 2009 will be significantly worse than those of the previous year and the Company is expected to record a loss for the full year.

Somerley is the independent financial adviser to the Independent Board Committee in relation to the Open Offer and the Whitewash Waiver. The letter of advice from Somerley to the Independent Board Committee and the Independent Shareholders was contained in the Circular. Somerley confirmed that, having taken into account the Result Announcement, its advice to the Independent Shareholders, and the Independent Board Committee to recommend the Independent Shareholders, to vote in favour of the relevant resolutions to be proposed at the EGM to approve the Open Offer and the Whitewash Waiver remains unchanged.

Save for (i) the audited results of the Group for the year ended on 31 March 2009; and (ii) the appointment of Mr. Lin Peng, Ben as an executive Director (as set out in the Company's announcement dated 17 June 2009), there have been no material changes in information published in the Circular.

By order of the Board
Yu Gang, George
Chairman

Hong Kong, 30 June 2009

As at the date of this announcement, the executive Directors are Dr. Yu Gang, George and Mr. Lin Peng, Ben. The independent non-executive Directors are Dr. Lam Lee G., Mr. Wu Tak Lung and Mr. William Hay.

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: (i) the information contained in this announcement is accurate and complete in all material respects and not misleading; (ii) there are no other matters the omission of which would make any statement in this announcement misleading; and (iii) 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.finet.hk.