ASIAN CAPITAL HOLDINGS LIMITED
卓亞資本有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock code: 8295)

PROFIT WARNING

This announcement is made pursuant to Rule 17.10 of the GEM Listing Rules. Unless otherwise stated, terms used herein shall have the same meanings as those defined in the prospectus of the Company dated 11 June 2010 (the "**Prospectus**").

The Board wishes to inform the Shareholders and potential investors that the Group is expected to record a loss for the six months ended 30 June 2010 as compared to a profit for the corresponding period in 2009. Based on the information available for the time being, the Board considers the loss was mainly attributable to the following factors:

1. in the first half of 2010, the Group no longer enjoyed the benefit of a significant revenue of approximately HK$32 million recorded in the first half of 2009 in providing litigation support and distressed asset recovery advisory services in respect of Wide Gain. As disclosed in the Prospectus, the nature of the Group's business activities faces the risks of (i) unpredictable nature of revenue and profitability; (ii) one-off and contingent nature of distressed asset recovery projects; and (iii) reliance on major clients; and

2. increase in expenses principally resulting from the professional fees and expenses incurred in relation to the Listing which is one-off in nature.

This announcement is made solely on the basis of the preliminary assessment by the management of the Group with reference to information available for the time being, including the unaudited consolidated management accounts of the Group for the six months ended 30 June 2010 which is still in the process of being finalised. Further details of the Group's performance will be disclosed as and when the interim results of the Group for the six months ended 30 June 2010 are announced.

Shareholders and potential investors should exercise caution when dealing in the Shares.

By order of the Board
Asian Capital Holdings Limited
Li Pui Yee
Company Secretary

Hong Kong, 22 July 2010

Executive Directors:
Mr. Yeung Kai Cheung Patrick
Mr. Chan Hok Leung

Non-executive Director:
Mr. Xin Luo Lin

Independent non-executive Directors:
Mr. Yi Xiqun
Mr. Chan Kai Nang
Mr. Lee Wing Hung Raymond

This announcement, for which all 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 the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.

This announcement will remain on the GEM Website at www.hkgem.com on the "Latest Company Announcements" page for at least 7 days from the date of its posting. This announcement will also be published and remains on the website of the Company at www.asiancapital.com.hk.