



HARMONY ASSET LIMITED

(Incorporated in the Cayman Islands with limited liability)

HKEx – Stock Code: 428

TSX – Trading Symbol: HAR

PROFIT WARNING ANNOUNCEMENT

This announcement is made pursuant to Rule 13.09 of the Listing Rules.

The Board of Directors of Harmony Asset Limited wishes to inform its shareholders and potential investors that the group is expected to record further substantial losses for the fourth quarter of the financial year 2008, which would result in a substantial loss for the year ended 31st December, 2008 as compared to a profit for the year ended 31st December, 2007. This profit warning announcement is only based on the preliminary review on the management accounts of the Group, which has not been confirmed nor audited by the Company's auditors.

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

This announcement is made by Harmony Asset Limited (the “Company” together with its subsidiaries as the “Group”) pursuant to the Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “Listing Rules”).

The Company is an investment company that principally invests in listed and unlisted securities in Hong Kong and other main stock markets around the world. The Board of Directors (the “Board”) of the Company wishes to inform the shareholders of the Company and potential investors that the continual global economic and financial turmoil in second half of the financial year 2008 had significant impact on its profitability. Based on preliminary review on the management accounts, the Group is expected to record further substantial losses for the fourth quarter of financial year 2008, when compared to a profit for the year ended 31st December, 2007. The expected losses were attributable to unrealised loss on fair value changes on financial assets through profit and loss, investment deposits written off and impairment loss on accounts receivable, all of which was a result of a combination of economic slowdown and uncertainties in the global financial markets.

This profit warning announcement is only based on the preliminary review on the management accounts of the Group, which has not been confirmed nor audited by the Company's auditors. Audited results of the Group for the year ended 31st December, 2008 will be announced as soon as practicable and the related 2008 annual report will be published subsequently.

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

By Order of the Board
HARMONY ASSET LIMITED
LEE Fong Lit David
Chairman

Hong Kong, 29th January, 2009

As at the date of this announcement, the Board comprises 4 executive directors, namely, Mr. LEE Fong Lit David, Dr. CHOW Pok Yu Augustine, Dr. LAM Andy Siu Wing JP, Mr. CHAN Shuen Chuen and 3 independent non-executive directors, namely, Mr. TONG Kim Weng Kelly, Dr. WONG Yun Kuen and Mr. HO Man Kai Anthony.