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Asia Alliance Holdings Limited

亞洲聯盟集團有限公司*

(Incorporated in Bermuda with limited liability)

RESULTS OF THE SPECIAL GENERAL MEETING AND DESPATCH OF RIGHTS ISSUE PROSPECTUS DOCUMENTS

The Board is pleased to announce that all the resolutions set out in the notice of the SGM contained in the Circular were duly passed at the SGM on Thursday, 4 March, 2004.

The Capital Reduction and the Subdivision became effective at 4:00 p.m. on Thursday, 4 March, 2004.

The Prospectus Documents in relation to the Rights Issue were despatched to the Qualifying Shareholders and, for their information only, to the Overseas Shareholders and the holders of Share Options (without the PAL and EAF) on Thursday, 4 March, 2004.

Trading in the securities of the Company was suspended from 9:30 a.m. on Wednesday, 25 February, 2004 and remains suspended, pending the release of further announcement in relation to a proposed connected transaction.

Reference is made to the Company's circular dated 10 February, 2004 (the "Circular") and the prospectus of the Company dated 4 March, 2004 (the "Prospectus"). Capitalised terms used herein shall have the same meanings as defined in the Prospectus, unless the context states otherwise.

Results of the SGM

The Board is pleased to announce that all the resolutions set out in the notice of the SGM contained in the Circular in relation to, among other things, approval of the Capital Reduction, the Subdivision, the increase in authorised share capital, the Rights Issue, Share Issue Mandate and Share Repurchase Mandate, were duly passed at the SGM held on Thursday, 4 March, 2004. The Capital Reduction and the Subdivision became effective at 4:00 p.m. on Thursday, 4 March, 2004.

Despatch of the Rights Issue Prospectus Documents

Following the SGM, the Prospectus Documents in respect of the Rights Issue were despatched to the Qualifying Shareholders and, for their information only, to the Overseas Shareholders and the holders of the Share Options (without the PAL and EAF) on Thursday, 4 March, 2004.

Dealings and latest time for Acceptance

Dealings in the nil-paid Rights Shares in Hong Kong are expected to commence on Monday, 8 March, 2004 (or the first trading day after the uplift of the current suspension of trading in the Company's securities, if later) and will cease at the close of trading on Wednesday, 17 March, 2004 (both dates inclusive). The latest time for acceptance and payment for the Rights Shares is 4:00 p.m. on Monday, 22 March, 2004.

General

The listing of, and permission to deal in, the Shares and the Rights Shares in both their nil-paid and fully-paid forms on the Stock Exchange have been granted by the Listing Committee of the Stock Exchange.

Dealings in the Rights Shares in their nil-paid form are expected to take place from Monday, 8 March, 2004 (or the first trading day after the uplift of the current suspension of trading in the Company's securities, if later) to Wednesday, 17 March, 2004 (both dates inclusive) whilst the conditions to which the Rights Issue is subject remain unfulfilled. Any Shareholders or other persons dealing in the Shares from before the date on which all the conditions are expected to be fulfilled (which is expected to be Wednesday, 24 March, 2004), or in the Rights Shares in their nil-paid form during the period from Monday, 8 March, 2004 to Wednesday, 17 March, 2004, being the expected first and the last day of dealings in the nil-paid Rights Shares respectively (both dates inclusive), will accordingly bear the risk that the Rights Issue may not become unconditional or may not proceed. Any Shareholders or other persons contemplating selling or purchasing Shares and/or Rights Shares in their nil-paid form during such period who are in any doubt about their position are recommended to consult their professional advisers.

Trading in the securities of the Company was suspended from 9:30 a.m. on Wednesday, 25 February, 2004 and remains suspended, pending the release of further announcement in relation to a proposed connected transaction.

By order of the Board of
Asia Alliance Holdings Limited
Koon Wing Yee
President and Chief Executive Officer

Hong Kong, 4 March, 2004

* *For identification purposes only*

Please also refer to the published version of this announcement in The Standard.