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ASIA STANDARD INTERNATIONAL GROUP LIMITED

(Incorporated in Bermuda with limited liability)

(Stock code:129)

ANNOUNCEMENT OF INTERIM RESULTS FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2009

FINANCIAL HIGHLIGHTS

(In HK\$ million, except otherwise indicated)

	Six months ended 30th September		
	2009	2008	Change
Consolidated profit and loss account			
Revenue	892	461	+93%
Operating profit	1,284	111	+10.6 times
Profit attributable to shareholders of the Company	1,115	100	+10.2 times
	30th September 2009	31st March 2009	
Consolidated balance sheet			
Net assets	6,715	5,276	+27%
Equity attributable to shareholders of the Company	6,008	4,670	+29%
Net debt	2,230	2,073	+8%
Supplementary information with hotel properties at valuation:			
Revalued net assets	8,204	6,757	+21%
Equity attributable to shareholders of the Company	7,030	5,687	+24%
Equity attributable to shareholders of the Company per share (HK\$)	5.64	5.00	+13%
Gearing - net debt to revalued net asset value (%)	27%	31%	-4%

The Directors of Asia Standard International Group Limited (the “Company”) announce that the unaudited consolidated results of the Company and its subsidiaries (the “Group”) for the six months ended 30th September 2009 together with the comparative figures for the six months ended 30th September 2008 were as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT - UNAUDITED

For the six months ended 30th September

	<i>Note</i>	2009 HK\$'000	2008 HK\$'000
Revenue	2	892,377	461,317
Cost of sales	5	(485,401)	(241,558)
Gross profit		406,976	219,759
Net investment gain/(loss)	3	952,260	(96,320)
Selling and administrative expenses		(89,781)	(73,222)
Depreciation and amortisation		(47,162)	(37,697)
Other income and charges	4	61,666	98,429
Operating profit		1,283,959	110,949
Finance costs		(30,017)	(16,352)
Share of profits less losses of Jointly controlled entities Associated companies		(287) 4,255	(1,196) 12,537
Profit before income tax		1,257,910	105,938
Income tax expense	6	(42,317)	(6,577)
Profit for the period		1,215,593	99,361
Attributable to:			
Shareholders of the Company		1,115,138	99,870
Minority interests		100,455	(509)
		1,215,593	99,361
Dividend	7	12,471	11,211
Earnings per share (HK cent)			
Basic	8	96.9	9.2
Diluted	8	96.8	9.2

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME - UNAUDITED
For the six months ended 30th September

	2009 HK\$'000	2008 HK\$'000
Profit for the period	<u>1,215,593</u>	<u>99,361</u>
Other comprehensive income		
Net fair value gain/(loss) on available-for-sale investments	157,228	(60,108)
Impairment of available-for-sale investments charged to profit and loss account	1,531	32,756
Currency translation differences	27,023	(5,910)
	<u>185,782</u>	<u>(33,262)</u>
Total comprehensive income for the period	<u>1,401,375</u>	<u>66,099</u>
Attributable to:		
Shareholders of the Company	1,243,173	77,206
Minority interests	158,202	(11,107)
	<u>1,401,375</u>	<u>66,099</u>

CONDENSED CONSOLIDATED BALANCE SHEET – UNAUDITED

	<i>Note</i>	30th September 2009 HK\$'000	31st March 2009 HK\$'000
Non-current assets			
Property, plant and equipment		989,698	940,979
Investment properties		1,906,500	1,849,000
Leasehold land		1,698,928	1,712,251
Jointly controlled entities		499,499	524,965
Associated companies		569,612	565,343
Available-for-sale investments		347,135	186,830
Goodwill		5,103	5,103
Mortgage loans receivable		97,799	24,747
Deferred income tax assets		20,616	35,239
		6,134,890	5,844,457
Current assets			
Properties under development for sale		433,602	400,768
Completed properties held for sale		433,752	698,709
Mortgage loans receivable		16,627	1,874
Hotel and restaurant inventories		2,115	2,160
Trade and other receivables	9	247,826	232,958
Financial assets at fair value through profit or loss		2,141,054	693,075
Derivative financial instruments		119	13,429
Income tax recoverable		-	79
Bank balances and cash		209,427	244,783
		3,484,522	2,287,835
Current liabilities			
Trade and other payables	10	146,087	137,497
Amount due to an associated company		51,150	51,150
Derivative financial instruments		21,762	22,344
Warrant liabilities		11,366	8,481
Short term borrowings		789,204	415,011
Current portion of long term borrowings		92,038	42,230
Amounts due to minority shareholders		-	105,303
Income tax payable		48,159	28,743
		1,159,766	810,759
Net current assets		2,324,756	1,477,076
Total assets less current liabilities		8,459,646	7,321,533
Non-current liabilities			
Warrant liabilities		-	7,893
Long term borrowings		1,558,555	1,860,196
Deferred income tax liabilities		186,391	177,779
		1,744,946	2,045,868
Net assets		6,714,700	5,275,665
Equity			
Share capital		12,471	113,664
Reserves		5,995,494	4,556,311
Equity attributable to shareholders of the Company		6,007,965	4,669,975
Minority interests		706,735	605,690
		6,714,700	5,275,665

NOTES TO THE INTERIM FINANCIAL INFORMATION

1 Basis of preparation

The unaudited condensed consolidated interim financial information has been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting” issued by the Hong Kong Institute of Certified Public Accountants, and should be read in conjunction with the annual financial statements for the year ended 31st March 2009.

The accounting policies and methods of computation used in the preparation of this condensed consolidated interim financial information are consistent with those used in the annual financial statements for the year ended 31st March 2009.

The following new and revised standards and amendments to existing standards (“new HKFRS”) are relevant to the Group’s operations and are mandatory for accounting periods beginning on or after 1st January 2009:

HKAS 1 (Revised)	Presentation of Financial Statements
HKAS 23 (Revised)	Borrowing Costs
HKAS 40 (Amendment)	Investment Property
HKFRS 2 (Amendment)	Share-based Payment – Vesting Conditions and Cancellations
HKFRS 7 (Amendment)	Improving Disclosures about Financial Instruments
HKFRS 8	Operating Segments

Except for certain changes in presentation and disclosures as described below, the adoption of the above new HKFRS in the current period did not have any significant effect on the interim financial information or result in any substantial changes in the Group’s significant accounting policies.

- HKAS 1 (Revised), “Presentation of Financial Statements”. The Group has elected to present two statements: a profit and loss account and a statement of comprehensive income. The interim financial information has been prepared under the revised disclosure requirements.
- HKFRS 8, “Operating Segments”. HKFRS 8 replaces HKAS 14, “Segment reporting”. It requires a “management approach” under which segment information is presented on the same basis as that used for internal reporting purposes. This has resulted in certain changes in the presentation and disclosure information of the reportable segments.

2 Turnover and segment information

Turnover comprises revenue from property sales and leasing, hotel and travel agency operation, management services, interest and dividend income, together with gross proceeds from disposal of financial assets at fair value through profit or loss and derivative financial instruments. Revenue includes revenue from property sales and leasing, hotel and travel agency operation, management services, interest and dividend income.

Business segments

	Property sales HK\$'000	Property leasing HK\$'000	Hotel and travel HK\$'000	Investments HK\$'000	Others HK\$'000	Total HK\$'000
Six months ended 30th September 2009						
Turnover	532,880	35,365	232,167	696,653	3,724	1,500,789
Segment revenue	<u>532,880</u>	<u>35,365</u>	<u>232,167</u>	<u>88,241</u>	<u>3,724</u>	<u>892,377</u>
Contribution to segment results	182,810	32,316	40,067	88,241	3,724	347,158
Net investment gain	-	-	-	952,260	-	952,260
Depreciation and amortisation	(4,661)	-	(42,101)	-	(400)	(47,162)
Other income and charges	<u>2,069</u>	<u>55,860</u>	<u>-</u>	<u>-</u>	<u>3,737</u>	<u>61,666</u>
Segment results	180,218	88,176	(2,034)	1,040,501	7,061	1,313,922
Unallocated corporate expenses						<u>(29,963)</u>
Operating profit						1,283,959
Finance costs						(30,017)
Share of results of						
Jointly controlled entities	(283)	-	-	-	(4)	(287)
Associated companies	(1,844)	6,103	-	-	(4)	4,255
Profit before income tax						1,257,910
Income tax expense						<u>(42,317)</u>
Profit for the period						<u>1,215,593</u>

2 Turnover and segment information (continued)

Business segments (continued)

	Property sales HK\$'000	Property leasing HK\$'000	Hotel and travel HK\$'000	Investments HK\$'000	Others HK\$'000	Total HK\$'000
Six months ended 30th September 2008						
Turnover	81,602	36,314	326,197	14,429	9,235	467,777
Segment revenue	<u>81,602</u>	<u>36,314</u>	<u>326,197</u>	<u>7,969</u>	<u>9,235</u>	<u>461,317</u>
Contribution to segment results	32,175	34,955	88,005	7,969	9,235	172,339
Net investment loss	-	-	-	(96,320)	-	(96,320)
Depreciation and amortisation	(4,661)	-	(32,568)	-	(468)	(37,697)
Other income and charges	<u>3,500</u>	<u>47,053</u>	<u>-</u>	<u>-</u>	<u>47,876</u>	<u>98,429</u>
Segment results	31,014	82,008	55,437	(88,351)	56,643	136,751
Unallocated corporate expenses						<u>(25,802)</u>
Operating profit						110,949
Finance costs						(16,352)
Share of results of						
Jointly controlled entities	(1,194)	-	-	-	(2)	(1,196)
Associated companies	(1,764)	14,409	-	-	(108)	<u>12,537</u>
Profit before income tax						105,938
Income tax expense						<u>(6,577)</u>
Profit for the period						<u>99,361</u>

2 Turnover and segment information (continued)

Business segments (continued)

	Property sales HK\$'000	Property leasing HK\$'000	Hotel and travel HK\$'000	Investments HK\$'000	Others HK\$'000	Total HK\$'000
As at 30th September 2009						
Segment assets	1,546,176	2,429,605	2,730,063	2,535,773	230,271	9,471,888
Other unallocated assets						<u>147,524</u>
						<u>9,619,412</u>
Segment assets include:						
Jointly controlled entities and associated companies	592,721	475,432	-	-	958	1,069,111
Additions to non-current assets	-	1,640	39,193	-	20	40,853
Segment liabilities						
Borrowings	-	499,207	1,003,761	19,554	917,275	2,439,797
Other unallocated liabilities						<u>464,915</u>
						<u>2,904,712</u>

As at 31st March 2009

Segment assets	1,802,167	2,366,573	2,690,771	934,066	147,761	7,941,338
Other unallocated assets						<u>190,954</u>
						<u>8,132,292</u>
Segment assets include:						
Jointly controlled entities and associated companies	620,013	469,329	-	-	966	1,090,308
Additions to non-current assets for the six months ended 30th September 2008						
	-	2,067	72,769	-	2,622	77,458
Segment liabilities						
Borrowings	260,853	499,177	992,396	-	565,011	2,317,437
Other unallocated liabilities						<u>539,190</u>
						<u>2,856,627</u>

2 Turnover and segment information (continued)

Geographical segments

The Group's business activities in various geographical areas are as follows:

Hong Kong	- all the Group's business segments
China (excluding Hong Kong)	- property sale and catering
North America	- hotel, catering and investment
Europe	- investment

	Six months ended 30th September 2009			As at 30th September 2009
	Turnover HK\$'000	Segment revenue HK\$'000	Operating profit HK\$'000	Total assets HK\$'000
Hong Kong	949,031	763,393	249,824	6,897,029
China (excluding Hong Kong)	2,162	2,162	352	281,541
North America	62,720	45,428	20,697	414,336
Europe	486,876	81,394	1,013,086	2,026,506
	<u>1,500,789</u>	<u>892,377</u>	<u>1,283,959</u>	<u>9,619,412</u>

	Six months ended 30th September 2008			As at 31st March 2009
	Turnover HK\$'000	Segment revenue HK\$'000	Operating profit/(loss) HK\$'000	Total assets HK\$'000
Hong Kong	399,000	392,540	106,347	6,925,006
China (excluding Hong Kong)	4,428	4,428	1,581	317,826
North America	64,250	64,250	3,777	266,464
Europe	99	99	(756)	622,996
	<u>467,777</u>	<u>461,317</u>	<u>110,949</u>	<u>8,132,292</u>

3 Net investment gain/(loss)

	Six months ended 30th September	
	2009	2008
	HK\$'000	HK\$'000
Unrealised gain/(loss) on:		
- financial assets at fair value through profit or loss	833,713	(48,786)
- derivative financial instruments	4,740	(15,282)
Net realised gain/(loss) on:		
- financial assets at fair value through profit or loss	142,052	504
- derivative financial instruments	(3,566)	-
- available-for-sale investments	1,114	-
Provision for interest receivable from financial assets at fair value through profit or loss	(24,262)	-
Impairment of available-for-sale investments	(1,531)	(32,756)
	<u>952,260</u>	<u>(96,320)</u>

4 Other income and charges

	Six months ended 30th September	
	2009	2008
	HK\$'000	HK\$'000
Surplus on revaluation of investment properties	55,860	47,053
Net write-back of provision for diminution in value of properties under development for sale/completed properties held for sale	2,069	3,500
Net fair value gain on warrant liabilities	3,737	47,876
	<u>61,666</u>	<u>98,429</u>

5 Income and expenses by nature

	Six months ended 30th September	
	2009 HK\$'000	2008 HK\$'000
Income		
Interest income		
- Listed investments	35,326	-
- Unlisted investments	153	-
- Other receivables	1,824	6,961
- Bank deposit	121	2,031
Dividend income		
- Listed investments	52,673	7,969
- Unlisted investments	89	-
	<u> </u>	<u> </u>
Expenses		
Operating lease rental expenses for land and buildings	3,099	3,167
Cost of properties and goods sold	369,971	170,614
	<u> </u>	<u> </u>

6 Income tax expense

	Six months ended 30th September	
	2009 HK\$'000	2008 HK\$'000
Current income tax		
Hong Kong profits tax	(18,296)	-
Overseas profits tax	(785)	-
Over provisions in prior years	-	5,672
	<u>(19,081)</u>	<u>5,672</u>
Deferred income tax	<u>(23,236)</u>	<u>(12,249)</u>
	<u>(42,317)</u>	<u>(6,577)</u>

Hong Kong profits tax is provided at the rate of 16.5% on the estimated assessable profit for the period. In 2008, no Hong Kong profits tax was provided as the Group had sufficient tax loss brought forward to set off against the estimated assessable profit for the period. Income tax on overseas profits has been calculated on the estimated assessable profit for the period at the rates of tax prevailing in the countries in which the Group operates.

Share of income tax of jointly controlled entities and associated companies for the period of HK\$4,000 (2008: HK\$226,000) and HK\$709,000 (2008: HK\$1,354,000) are included in the profit and loss account as share of profits less losses of jointly controlled entities and associated companies respectively.

7 Dividend

Six months ended
30th September
2009 2008
HK\$'000 HK\$'000

Interim, HK1.0 cent (2008: HK1.0 cent in scrip, adjusted for consolidation of every 10 shares into 1 share in September 2009) per share	<u>12,471</u>	<u>11,211</u>
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At a meeting held on 8th December 2009, the Board of Directors recommended to pay an interim dividend of HK1.0 cent per share in cash. The interim dividend is not reflected in the interim financial information, but will be reflected as an appropriation of revenue reserve in the year ending 31st March 2010.

The amount of HK\$12,471,296 is based on 1,247,129,646 issued shares as at 8th December 2009.

8 Earnings per share

The calculation of basic earnings per share is based on profit attributable to shareholders of the Company of HK\$1,115,138,000 (2008: HK\$99,870,000) and divided by the weighted average number of 1,151,345,529 (2008: 1,089,025,518) shares in issue during the year. The comparatives have been restated due to consolidation of every 10 shares into 1 share during the period.

The calculation of diluted earnings per share for the period ended 30th September 2009 is based on HK\$1,114,799,000 equalling to the profit attributable to shareholders of the Company of HK\$1,115,138,000 with a decrease in share of profit after tax of HK\$339,000 from the Company's listed subsidiary arising from potential conversion of its warrants and divided by the weighted average number of 1,151,345,529 shares in issue during the period. The outstanding share options of the Company and its listed subsidiary did not have a diluted effect on the earnings per share.

In 2008, the Company and its listed subsidiary's outstanding share options and warrants did not have a dilutive effect on the earnings per share, the basic and diluted earnings per share were equal.

9 Trade and other receivables

Trade and other receivables of the Group include trade receivables, utility and other deposits, dividend receivable and stakeholders' accounts.

Trade receivables of the Group amounted to HK\$73,192,000 (2009: HK\$93,660,000). The credit terms given to the customers vary and are generally based on the financial strengths of individual customers. In order to effectively manage the credit risks associated with trade receivables, credit evaluations of customers are performed periodically.

Aging analysis of trade receivables net of provision for impairment is as follows:

	30th September 2009 HK\$'000	31st March 2009 HK\$'000
0 day to 60 days	71,884	93,259
61 days to 120 days	1,251	160
More than 120 days	<u>57</u>	<u>241</u>
	<u>73,192</u>	<u>93,660</u>

10 Trade and other payables

Trade and other payables of the Group include trade payables, rental and management fee deposits, other payables, retentions payable of construction costs and various accruals. Trade payables of the Group amounted to HK\$16,977,000 (2009: HK\$17,128,000).

Aging analysis of trade payables is as follows:

	30th September	31st March
	2009	2009
	HK\$'000	HK\$'000
0 day to 60 days	14,928	16,974
61 days to 120 days	1,245	41
More than 120 days	804	113
	<u>16,977</u>	<u>17,128</u>

11 Comparative figures

Certain comparative figures have been restated to conform with the current period's presentation.

MANAGEMENT DISCUSSION AND ANALYSIS

RESULTS

The Group recorded a 93% increase in revenue for the first half of the financial year to HK\$892 million (2008: HK\$461 million) with profit attributable to shareholders increased to HK\$1,115 million (2008: HK\$100 million).

The revenue and profit increment is attributed to increased property sales and due to largely unrealised fair value gain on financial assets.

PROPERTIES SALES, DEVELOPMENT AND LEASING

Revenue from property sales for the six months amounted to HK\$533 million. This segment contributed HK\$183 million to operating profit as compared to HK\$32 million of same period last year on a turnover of HK\$82 million. Jadewater, our residential development at Aberdeen, is the main contributor for this segment.

The Group's joint venture residential development at Castle Peak Road, The Westminster Terrace, was completed during this period. Sales for this 200,000 sq. ft. GFA development has commenced and will likely contribute to Asia Standard's result in the second half of the financial year.

Currently the Group holds approximately 670,000 square feet attributable GFA of residential properties under development in Hong Kong. In addition, we hold approximately 2 million sq. ft. GFA in a joint venture residential/commercial development in Beijing and are under progress to obtain planning clearances.

Rental income attributable to the Group from the attributable 282,000 sq. ft. office portfolio was approximately HK\$42 million, compared to HK\$44 million of same period last year. Revaluation surplus totaling HK\$47 million (net of deferred tax) was recorded, while last corresponding period had a surplus of HK\$44 million.

HOTEL

Revenue and gross profit were reduced during the first half of the financial year for the hotel. There is however a gain of HK\$325 million, largely unrealised, from its financial asset investment. Overall it reported a net profit of HK\$313 million compared to HK\$1.5 million profit of same period last year.

In the second half of the reporting period, the room occupancy rates are gradually returning to the level before the swine flu epidemic, thus improving the overall yield of our room.

The hotel group's new 280 rooms hotel in Causeway Bay was completed and became fully operational towards the later half of the reporting period.

Capital expenditures for 28 rooms expansion were added to Empire Kowloon Hotel and completed in February 2009 together with brand new conference facilities for Empire Hong Kong Hotel to complement its business repositioning.

The Empire Landmark Hotel in Vancouver has also planned for an extensive renovation and upgrading in the coming 2 years to reposition in the market.

Currently the hotel group owns four hotels with 1,343 rooms.

INVESTMENTS

At 30th September 2009, the Group held financial investments of approximately HK\$2,490 million (31st March 2009: HK\$893 million), with HK\$1,161 million (31st March 2009: HK\$490 million) held by the listed hotel subsidiary group. The Group recorded a net unrealised gain of HK\$837 million (2008: HK\$97 million loss) for the six months period, together with a realised gain of HK\$140 million (2008: HK\$1 million). Income during the period from these investments amounted to HK\$88 million (2008: HK\$8 million).

FINANCIAL REVIEW

At 30th September 2009, the Group's total assets were approximately HK\$9.6 billion, compared to HK\$8.1 billion as at the last financial year end. The net assets increased by 27% to HK\$6.7 billion. Adopting market value of hotel properties, the revalued net assets of the Group would be HK\$8.2 billion, an increase of 21% compared to HK\$6.8 billion at 31st March 2009.

Net debt stood at HK\$2.2 billion (31st March 2009: HK\$2.1 billion), including HK\$1.5 billion (31st March 2009: HK\$1.3 billion) which belonged to the separately listed hotel group. Net debt to revalued net asset value is approximately 27% (31st March 2009: 31%). Total finance costs increased due to increased borrowings over the same period last year.

About 94% of the Group's borrowings are in Hong Kong dollar. All the debts are at floating rates and interest rate level is managed through interest rate swaps. As at 30th September 2009, a total of HK\$250 million interest rate swap contracts were held for hedging purpose against our borrowings. The maturity of our debts spread over a long period of up to thirteen years, with approximately 36% repayable within one year and 43% repayable after five years. As at 30th September 2009, the Group had net current assets of HK\$2,325 million (31st March 2009: HK\$1,477 million).

During the period, the Group underwent a capital reorganisation of consolidating every 10 shares of the Company into one share and reduction of nominal value of each share from HK\$0.10 (after share consolidation) to HK\$0.01. The scheme was effective on 9th September 2009.

As at 30th September 2009, assets with an aggregated net book value of HK\$5,764 million (31st March 2009: HK\$5,828 million) were pledged to secure banking facilities of the Group. The guarantees provided to financial institutions for jointly controlled entities were HK\$314 million (31st March 2009: HK\$278 million).

EMPLOYEES AND REMUNERATION POLICIES

As at 30th September 2009, the Group employed 464 employees and approximately 90% worked for the separately listed hotel subgroup. The remuneration packages including basic salary, annual bonus, share options, retirement and other benefits are commensurate with their job nature and level of experience.

FUTURE PROSPECT

The demand for properties in the local market has picked up very strongly due to abundances of credit and investors hedging for inflation. The current low interest environment, coupled with the few new supply of properties, continues to make the prospect of property development and investment an attractive one.

The travel industry, hampered by the swine flu outbreak, resulted in fewer numbers of arrivals in the first quarter of the financial year. With the lessening effect of the pandemic in the second half of 2009, and slow recovery in the economy, we are confident that our hotels performance will meet management expectation.

The Group's investments in fixed income financial assets start generating recurrent income in the current period, and will provide a steady source of revenue in subsequent years.

INTERIM DIVIDEND

The Board of Directors has resolved to declare the payment of an interim dividend of HK1.0 cent per share (2008: HK1.0 cent per share in scrip, adjusted for consolidation of every 10 shares into 1 consolidated share) to shareholders whose names appear on the Register of Members of the Company on Thursday, 31st December 2009. The interim dividend will be paid on or about Friday, 15th January 2010.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members will be closed from Tuesday, 29th December 2009 to Thursday, 31st December 2009, both days inclusive, during which period no transfer of shares will be registered. In order to qualify for the interim dividend, all share certificates with completed transfer forms either overleaf or separately must be lodged with the Company's Hong Kong Branch Share Registrar, Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong not later than 4:30 p.m. on Monday, 28th December 2009.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

In September 2009, the Company purchased a total of 3,358,800 shares of HK\$0.01 each on The Stock Exchange of Hong Kong Limited (the "Stock Exchange") at an aggregate consideration of HK\$3,182,928 with the highest and lowest price paid per share being HK\$0.98 and HK\$0.92 respectively. All the purchased shares were cancelled in October 2009.

The Directors considered that the aforesaid shares were purchased at a discount to the net asset value per share and resulted in an increase in the net asset value per share then in issue.

Saved as disclosed herein, the Company had not redeemed any of its shares. Neither the Company nor any of its subsidiaries purchased or sold any of the Company's listed securities during the period.

CODE OF CONDUCT REGARDING SECURITIES TRANSACTIONS BY DIRECTORS

The Company has adopted the Model Code for Securities Transactions by Directors of Listed Issuers (the "Model Code") as set out in Appendix 10 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"). The Company has made specific enquiry of all directors regarding any non-compliance with the Model Code during the period, and they all confirmed that they have fully complied with the required standard as set out in the Model Code throughout the period ended 30th September 2009.

CODE ON CORPORATE GOVERNANCE PRACTICES

During the period, the Company has complied with the code provisions of the Code on Corporate Governance Practices as set out in Appendix 14 of the Listing Rules, except for the deviation from code provision A.4.1 which states that non-executive directors should be appointed for a specific term, subject to re-election. All non-executive director and independent non-executive directors of the Company are not appointed for specific terms, but subject to retirement by rotations and re-elections at the annual general meeting of the Company in accordance with the Bye-Laws of the Company.

AUDIT COMMITTEE

The Audit Committee members are Mr. Koon Bok Ming, Alan, Mr. Leung Wai Keung and Mr. Wong Chi Keung. The principal activities of the Audit Committee include the review and supervision of the Group's financial reporting process and internal controls.

The unaudited interim results of the Group for the six months ended 30th September 2009 have been reviewed by the Audit Committee.

By Order of the Board
Asia Standard International Group Limited
Fung Siu To, Clement
Chairman

Hong Kong, 8th December 2009

As at the date of this announcement, the executive directors of the Company are Mr. Fung Siu To, Clement, Dr. Lim Yin Cheng, Mr. Poon Jing, Mr. Lun Pui Kan, Mr. Kwan Po Lam, Phileas and Mr. Loup, Nicholas James, the non-executive director is Mr. Au Yat Chuen and the independent non-executive directors are Mr. Koon Bok Ming, Alan, Mr. Leung Wai Keung and Mr. Wong Chi Keung.