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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 2010

FINANCIAL HIGHLIGHTS <i>(In HK\$ million, except otherwise indicated)</i>	Six months ended		Change
	2010	2009	
Consolidated profit and loss account			
Revenue	595	892	-33%
Operating profit	1,359	1,284	+6%
Profit attributable to shareholders of the Company	1,397	1,115	+25%
	30th September	31st March	
	2010	2010	
Consolidated balance sheet			
Total assets	12,783	10,934	+17%
Net assets	9,407	7,986	+18%
Equity attributable to shareholders of the Company	8,647	7,239	+19%
Net debt	2,401	2,145	+12%
Supplementary information with hotel properties at valuation:			
Revalued total assets	16,667	13,557	+23%
Revalued net assets	12,652	10,178	+24%
Equity attributable to shareholders of the Company	10,912	8,717	+25%
Equity attributable to shareholders of the Company per share (HK\$)	8.77	7.00	+25%
Gearing - net debt to revalued net asset value	19%	21%	-2%

The Directors of Asia Standard International Group Limited (the “Company”) announce that the unaudited consolidated results of the Company and its subsidiaries (together the “Group”) for the six months ended 30th September 2010 together with the comparative figures for the six months ended 30th September 2009 were as follows:

CONDENSED CONSOLIDATED PROFIT AND LOSS ACCOUNT - UNAUDITED

For the six months ended 30th September

	<i>Note</i>	2010 HK\$'000	2009 HK\$'000
Revenue	2	595,182	892,377
Cost of sales		(246,899)	(485,401)
Gross profit		348,283	406,976
Selling and administrative expenses		(80,535)	(89,781)
Depreciation and amortisation		(43,362)	(47,162)
Net investment gain	3	410,183	952,260
Fair value change of investment properties		711,800	55,860
Other income and charges	4	12,664	5,806
Operating profit		1,359,033	1,283,959
Finance costs		(42,260)	(30,017)
Share of profits less losses of			
Jointly controlled entities		46,879	(287)
Associated companies		217,748	4,255
Profit before income tax		1,581,400	1,257,910
Income tax expense	6	(137,413)	(42,317)
Profit for the period		1,443,987	1,215,593
Attributable to:			
Shareholders of the Company		1,396,532	1,115,138
Non-controlling interests		47,455	100,455
		1,443,987	1,215,593
Dividend	7	6,222	12,471
Earnings per share (HK\$)			
Basic	8	1.12	0.97
Diluted		1.12	0.97

CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME - UNAUDITED

For the six months ended 30th September

	2010	2009
	HK\$'000	HK\$'000
Profit for the period	1,443,987	1,215,593
Other comprehensive (charge)/income		
Net fair value (loss)/gain on available-for-sale investments	(3,386)	157,228
Impairment of available-for-sale investments charged to profit and loss account	112	1,531
Currency translation differences	(2,480)	27,023
	(5,754)	185,782
Total comprehensive income for the period	1,438,233	1,401,375
Total comprehensive income attributable to:		
Shareholders of the Company	1,392,514	1,243,173
Non-controlling interests	45,719	158,202
	1,438,233	1,401,375

CONDENSED CONSOLIDATED BALANCE SHEET - UNAUDITED

	<i>Note</i>	30th September 2010 HK\$'000	31st March 2010 HK\$'000 (restated)
Non-current assets			
Property, plant and equipment		2,639,076	2,672,342
Investment properties		3,169,650	2,419,600
Jointly controlled entities		680,095	674,409
Associated companies		872,044	654,581
Available-for-sale investments		228,424	228,258
Goodwill		-	5,103
Mortgage loans receivable		84,649	143,035
Deferred income tax assets		5,475	9,764
		7,679,413	6,807,092
Current assets			
Properties under development for sale		438,063	431,322
Completed properties held for sale		94,046	159,127
Mortgage loans receivable		50,366	35,315
Hotel and restaurant inventories		2,296	2,206
Trade and other receivables	9	452,818	241,590
Financial assets at fair value through profit or loss		3,786,812	3,028,862
Income tax recoverable		219	880
Bank balances and cash		278,644	227,657
		5,103,264	4,126,959
Current liabilities			
Trade and other payables	10	139,410	145,919
Amount due to an associated company		51,150	51,150
Derivative financial instruments		28,118	17,961
Warrant liabilities		-	17,000
Short term borrowings		1,087,405	756,014
Current portion of long term borrowings		154,852	114,706
Income tax payable		69,282	64,382
		1,530,217	1,167,132
Net current assets		3,573,047	2,959,827
Total assets less current liabilities		11,252,460	9,766,919
Non-current liabilities			
Long term borrowings		1,437,868	1,501,907
Deferred income tax liabilities		407,407	279,355
		1,845,275	1,781,262
Net assets		9,407,185	7,985,657
Equity			
Share capital		12,444	12,471
Reserves		8,634,664	7,226,466
Equity attributable to shareholders of the Company		8,647,108	7,238,937
Non-controlling interests		760,077	746,720
		9,407,185	7,985,657

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 2010.

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 2010, except for the adoption of new or revised standards and amendments to existing standards (“new HKFRS”), which are relevant to the Group’s operations and are mandatory for the Group’s accounting periods beginning on 1st April 2010.

Except for certain changes in accounting policies as described below, the adoption of 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 17 (Amendment) deletes specific guidance regarding classification of leases of land, so as to eliminate inconsistency with the general guidance on lease classification. As a result, leases of land should be classified as either finance or operating using the general principles of HKAS 17. Prior to the amendment, land interest which title is not expected to pass to the Group by the end of the lease term was classified as operating lease under “Leasehold land”, and amortised over the lease term. HKAS 17 (Amendment) has been applied retrospectively for annual periods beginning 1st January 2010 in accordance with the effective date and transitional provisions of the amendment. The Group has reassessed the classification of leasehold land on the basis of information existing at the inception of those leases, and recognised the leasehold land in Hong Kong as finance lease retrospectively. As a result of the reassessment, the Group has reclassified the leasehold land from operating lease to finance lease. Since the property interest is held for own use, that land interest classified as finance lease is accounted for as land and hotel buildings and is depreciated from the land interest available for its intended use over the lease term. In addition, leasehold land included in properties under development for sale and completed properties held for sale would be accounted for in accordance with HKAS 2. No amortisation on leasehold land was recognised and the leasehold land was measured at the lower of cost and net realisable value. However, no retrospective adjustment was made to prior year financial statements as this change had no material impact to the unaudited condensed consolidated interim financial information.
- HKAS 27 (Revised) requires the effects of all transactions with non-controlling interests to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is re-measured to fair value and a gain or loss is recognised in the profit and loss account. The change in the accounting policy in respect of the adoption of HKAS 27 (Revised) has been applied prospectively to transactions during the year ending 31st March 2011.

2 Turnover and segment information

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

	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 2010						
Turnover	132,910	38,271	313,761	630,131	13,919	1,128,992
Segment revenue	<u>132,910</u>	<u>38,271</u>	<u>313,761</u>	<u>96,321</u>	<u>13,919</u>	<u>595,182</u>
Contribution to segment results	63,537	34,628	97,939	96,321	13,919	306,344
Depreciation and amortisation	-	-	(42,947)	-	(415)	(43,362)
Net investment gain	-	-	-	410,183	-	410,183
Fair value change of investment properties	-	711,800	-	-	-	711,800
Other income and charges	-	-	-	-	12,664	12,664
Segment results	63,537	746,428	54,992	506,504	26,168	1,397,629
Unallocated corporate expenses						<u>(38,596)</u>
Operating profit						1,359,033
Finance costs						(42,260)
Share of profits less losses of						
Jointly controlled entities	46,883	-	-	-	(4)	46,879
Associated companies	257	217,501	-	-	(10)	<u>217,748</u>
Profit before income tax						1,581,400
Income tax expense						<u>(137,413)</u>
Profit for the period						<u>1,443,987</u>

2 Turnover and segment information (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 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	49,808	88,241	3,724	356,899
Depreciation and amortisation	(4,661)	-	(42,101)	-	(400)	(47,162)
Net investment gain	-	-	-	952,260	-	952,260
Fair value change of investment properties	-	55,860	-	-	-	55,860
Other income and charges	<u>2,069</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,737</u>	<u>5,806</u>
Segment results	180,218	88,176	7,707	1,040,501	7,061	1,323,663
Unallocated corporate expenses						<u>(39,704)</u>
Operating profit						1,283,959
Finance costs						(30,017)
Share of profits less losses of						
Jointly controlled entities	(283)	-	-	-	(4)	(287)
Associated companies	(1,844)	6,103	-	-	(4)	<u>4,255</u>
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)

	Property sales HK\$'000	Property leasing HK\$'000	Hotel and travel HK\$'000	Investments HK\$'000	Others HK\$'000	Total HK\$'000
At 30th September 2010						
Segment assets	1,568,200	3,987,521	2,714,991	4,091,432	249,507	12,611,651
Other unallocated assets						<u>171,026</u>
						<u><u>12,782,677</u></u>
Segment assets include:						
Jointly controlled entities and associated companies	783,097	768,109	-	-	933	1,552,139
Addition to non-current assets for the six months ended 30th September 2010*						
	-	10,225	14,100	-	237	24,562
Segment liabilities						
Borrowings	140,000	494,166	938,554	1,107,405	-	2,680,125
Other unallocated liabilities						<u>695,367</u>
						<u><u>3,375,492</u></u>
<hr/>						
At 31st March 2010						
Segment assets	1,425,165	3,018,642	2,719,831	3,319,728	294,879	10,778,245
Other unallocated assets						<u>155,806</u>
						<u><u>10,934,051</u></u>
Segment assets include:						
Jointly controlled entities and associated companies	777,435	550,607	-	-	948	1,328,990
Addition to non-current assets for the six months ended 30th September 2009*						
	-	1,640	39,193	-	20	40,853
Segment liabilities						
Borrowings	-	499,239	967,374	906,014	-	2,372,627
Other unallocated liabilities						<u>575,767</u>
						<u><u>2,948,394</u></u>

* The amounts exclude financial instruments and deferred income tax assets.

2 Turnover and segment information (continued)

	Six months ended	
	30th September	
	2010	2009
	HK\$'000	HK\$'000
Revenue		
Hong Kong	446,419	763,393
Overseas	<u>148,763</u>	<u>128,984</u>
	<u>595,182</u>	<u>892,377</u>
	30th	31st
	September	March
	2010	2010
	HK\$'000	HK\$'000
Non-current assets*		
Hong Kong	6,798,404	5,882,105
Overseas	<u>562,461</u>	<u>543,930</u>
	<u>7,360,865</u>	<u>6,426,035</u>

* The amounts exclude financial instruments and deferred income tax assets.

3 Net investment gain

	Six months ended	
	30th September	
	2010	2009
	HK\$'000	HK\$'000
Financial assets at fair value through profit or loss		
- net unrealised gain from market value movements	336,632	809,533
- net unrealised exchange gain	78,096	24,180
- net realised gain	5,865	142,052
- provision for interest receivable	-	(24,262)
Available-for-sale investments		
- net realised gain	-	1,114
- impairment	(112)	(1,531)
Derivative financial instruments		
- net unrealised (loss)/gain	(10,298)	4,740
- net realised loss	<u>-</u>	<u>(3,566)</u>
	<u>410,183</u>	<u>952,260</u>

4 Other income and charges

	Six months ended 30th September	
	2010	2009
	HK\$'000	HK\$'000
Net provision for diminution in value of properties under development for sale/completed properties held for sale	-	2,069
Net fair value gain on warrant liabilities	<u>12,664</u>	<u>3,737</u>
	<u>12,664</u>	<u>5,806</u>

5 Income and expenses by nature

	Six months ended 30th September	
	2010	2009
	HK\$'000	HK\$'000
Income		
Interest income		
- Listed investments	72,541	35,326
- Unlisted investments	345	153
- A jointly controlled entity	8,793	-
- Other receivables	2,020	1,824
- Bank deposit	443	121
Dividend income		
- Listed investments	23,435	52,673
- Unlisted investments	-	89
	<u> </u>	<u> </u>
Expenses		
Operating lease rental expenses for land and buildings	3,001	3,099
Cost of properties and goods sold	<u>164,327</u>	<u>369,971</u>

6 Income tax expense

	Six months ended 30th September	
	2010	2009
	HK\$'000	HK\$'000
Current income tax		
Hong Kong profits tax	(5,071)	(18,296)
Overseas profits tax	-	(785)
	<u>(5,071)</u>	<u>(19,081)</u>
Deferred income tax	<u>(132,342)</u>	<u>(23,236)</u>
	<u>(137,413)</u>	<u>(42,317)</u>

6 Income tax expense (continued)

Hong Kong profits tax is provided at the rate of 16.5% (2009: 16.5%) on 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 charge of jointly controlled entities and associated companies for the period of HK\$7,828,000 (2009: HK\$4,000) and HK\$42,909,000 (2009: HK\$709,000) are included in the share of profits less losses of jointly controlled entities and associated companies in the profit and loss account respectively.

7 Dividend

	Six months ended 30th September	
	2010	2009
	HK\$'000	HK\$'000
Interim, of HK0.5 cent (2009: HK1.0 cent) per share	<u>6,222</u>	<u>12,471</u>

At a meeting held on 26th November 2010, the Board of Directors has proposed to pay an interim dividend of HK0.5 cent per share with a scrip option (2009: HK1.0 cent per share in cash). The proposed 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 2011.

The amount of HK\$6,222,000 is based on 1,244,366,797 issued shares as at 26th November 2010.

8 Earnings per share

The calculation of basic earnings per share is based on profit attributable to shareholders of the Company of HK\$1,396,532,000 (2009: HK\$1,115,138,000) and divided by the weighted average number of 1,245,420,493 (2009: 1,151,345,529) shares in issue during the period.

For the six months ended 30th September 2010, the Company's outstanding share options and its listed subsidiary's warrants and outstanding share options did not have a diluted effect on the earnings per share, the basic and diluted earnings per share were equal.

The calculation of diluted earnings per share for the six months ended 30th September 2009 was 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.

9 Trade and other receivables

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

Trade receivables of the Group amounted to HK\$146,507,000 (2010: HK\$70,608,000). 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 evaluation of customers are performed periodically.

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

	30th September 2010 HK\$'000	31st March 2010 HK\$'000
0 - 60 days	145,914	69,651
61 - 120 days	325	957
Over 120 days	268	-
	146,507	70,608

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\$16,073,000 (2010: HK\$15,808,000).

Aging analysis of trade payables is as follows:

	30th September 2010 HK\$'000	31st March 2010 HK\$'000
0 - 60 days	16,005	15,593
61 - 120 days	39	12
Over 120 days	29	203
	16,073	15,808

11 Comparative figures

Certain comparative figures have been restated as a result of the adoption of new HKFRS and to conform with the current period's presentation.

MANAGEMENT DISCUSSION AND ANALYSIS

RESULTS

The Group recorded a revenue of HK\$595 million for the first half of the financial year (2009: HK\$892 million) with profit attributable to shareholders of the Company at HK\$1,397 million (2009: HK\$1,115 million).

Increase in profit is mainly due to revaluation gain of investment properties over the corresponding period which have no cash flow impact to the Group. The drop in the Group's revenue however is mainly due to accounting convention that only revenue from subsidiaries is included while those from jointly controlled entities are excluded.

PROPERTIES SALES, DEVELOPMENT AND LEASING

Sales

Revenue from property sales amounted to HK\$133 million with operating profit of HK\$64 million as compared to operating profit of HK\$183 million against revenue of HK\$533 million in last period. HK\$277 million sales at Westminster Terrace, a luxurious residential development, was recognised by the 50% joint venture company during the period and contributed HK\$95 million to its operating profit.

Development

The lease modification discussion of the residential development at Hung Shui Kiu, New Territories, which may yield approximately 540,000 sq. ft. GFA has been in progress with Government. Another similar development at Lam Tei, New Territories, is also at discussion with Government. Planning clearance is ongoing at our 50% joint venture in Beijing for an approximately 2 million sq. ft. GFA residential/commercial development. After the interim period, we have completed the acquisition of a site in Macau which is under planning application for residential development.

Leasing

Rental income attributable to the Group was approximately HK\$46 million, compared to HK\$42 million over the same period last year.

Revaluation gain net of deferred tax (including that generated from properties owned by an associated company) of HK\$806 million was recorded, compared to HK\$47 million of interim period last year.

HOTEL

Revenue arising from the hotel operation increased by 35% from HK\$232 million of last interim period to HK\$314 million of current period, mainly due to full operation of the new opening of 280 rooms hotel in Causeway Bay. Operating profit of HK\$98 million before depreciation was registered for the period compared to HK\$50 million of interim period last year.

An investment gain of HK\$103 million (2009: HK\$325 million) from its financial asset investment was registered. Net profit of HK\$151 million (2009: HK\$313 million) on overall revenue of HK\$346 million (2009: HK\$260 million) was recorded.

During the period, our Group's shareholdings in the hotel subsidiary increased by 2.4% to 69.8% following the exercise of hotel warrants, a negative goodwill of HK\$43 million is recognised in reserves.

INVESTMENTS

At 30th September 2010, the Group held financial investments of approximately HK\$4,015 million (31st March 2010: HK\$3,257 million), with HK\$1,396 million (31st March 2010: HK\$1,157 million) held by the listed hotel subsidiary group. The Group recorded a net unrealised fair value gain of HK\$404 million (2009: HK\$838 million), together with a net realised gain of HK\$6 million (2009: HK\$140 million). Income during the period from these investments amounted to HK\$96 million (2009: HK\$88 million).

At 30th September 2010, an approximate value of HK\$294 million of these investments were pledged to banks as collateral for credit facilities granted to the Group.

FINANCIAL REVIEW

At 30th September 2010, the Group's total assets were approximately HK\$12.8 billion, compared to HK\$10.9 billion at end of last financial year. The net assets increased by 18% to HK\$9.4 billion. Adopting market value of hotel properties, the revalued total assets and revalued net assets of the Group would be HK\$16.7 billion and HK\$12.7 billion, an increase of 23% and 24% compared to HK\$13.6 billion and HK\$10.2 billion respectively at the end of last financial year.

Net debt increased to HK\$2.4 billion (31st March 2010: HK\$2.1 billion), including HK\$1.4 billion (31st March 2010: HK\$1.4 billion) which belonged to the separately listed hotel subsidiary group. Net debt to revalued net asset value is approximately 19% (31st March 2010: 21%). Total interest costs are approximately the same for the two periods.

About 87% of the Group's borrowings are in Hong Kong dollar. All the debts are at floating rates and interest rate fluctuation is partly managed through interest rate swaps. As at 30th September 2010, a total of HK\$300 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 twelve years, with approximately 46% repayable within one year and 34% repayable after five years. As at 30th September 2010, the Group had net current assets of HK\$3,573 million (31st March 2010: HK\$2,960 million).

As at 30th September 2010, property assets with an aggregated net book value of HK\$6,883 million (31st March 2010: HK\$6,022 million) were pledged to secure banking facilities of the Group. There were no guarantees provided to financial institutions (31st March 2010: HK\$108 million to a jointly controlled entity).

EMPLOYEES AND REMUNERATION POLICIES

As at 30th September 2010, the Group employed 507 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

Hong Kong properties have witnessed an unprecedented growth in capital values in recent years due to investors hedging for inflation and international capital inflows seeking capital protection and gains in the face of abundant credit supply at historically low interest rates. The Group continues to hold a cautious approach in seeking investment opportunities.

INTERIM DIVIDEND

The Board of Directors recommends an interim dividend for the six months ended 30th September 2010 of HK0.5 cent per share with an option to elect to receive shares of the Company credited as fully paid in lieu of cash in respect of part or all of the proposed interim dividend (the “Scrip Dividend Scheme”) (2009: HK1.0 cent) to shareholders whose names appear on the Register of Members of the Company on Friday, 14th January 2011 (the “Record Date”).

The Scrip Dividend Scheme will be subject to The Stock Exchange of Hong Kong Limited (the “Stock Exchange”) granting listing of and permission to deal in the new shares to be allotted thereunder. For the purpose of determining the number of new shares to be allotted, the market value of new shares will be calculated as the average of the closing prices of the existing shares of the Company in the Stock Exchange for the three trading days prior to and including the Record Date. The interim dividend is expected to be paid on or around Tuesday, 15th February 2011.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members will be closed from Wednesday, 12th January 2011 to Friday, 14th January 2011, 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 overleap 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 Tuesday, 11th January 2011.

PURCHASE, SALE OR REDEMPTION OF LISTED SECURITIES

In July and August 2010, the Company purchased a total of 4,552,000 shares of HK\$0.01 each on the Stock Exchange at an aggregate consideration of HK\$6,008,580 with the highest and lowest price paid per share being HK\$1.36 and HK\$1.25 respectively. All the purchased shares had been cancelled in July and August 2010.

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.

Save 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 2010.

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 who have reviewed the unaudited interim results of the Group for the six months ended 30th September 2010.

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

Hong Kong, 26th November 2010

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.