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SOUTH CHINA FINANCIAL HOLDINGS LIMITED

南華金融控股有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 619)

LISTING OF WARRANTS ON THE MAIN BOARD OF THE STOCK EXCHANGE OF HONG KONG LIMITED BY WAY OF BONUS ISSUE

Number of Bonus Warrants	:	1,005,678,188 Bonus Warrants
Subscription Price	:	HK\$0.168, subject to adjustment
Stock Code of the Bonus Warrants	:	740

Application has been made by the Company to the Listing Committee of the Stock Exchange for the granting of the listing of, and permission to deal in, the Bonus Warrants to be issued as mentioned in the Circular including such number of shares of HK\$0.025 each of the Company (the “Shares”) which may be issued upon exercise of the subscription rights attached to the Bonus Warrants. Dealings in the Bonus Warrants on the Main Board of the Stock Exchange are expected to commence on 23 October 2007. The Bonus Warrants will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the commencement date of dealings in the Bonus Warrants on the Stock Exchange or such other date as determined by HKSCC. All activities under CCASS are subject to the General Rules of CCASS and the CCASS Operational Procedures in effect from time to time.

The Bonus Warrant Issue comprises 1,005,678,188 Bonus Warrants to be issued to the Shareholders whose names appear on the register of members of the Company on 12 October 2007 on the basis of one Bonus Warrant for every five Shares held.

The Bonus Warrants will be issued in registered form and each Bonus Warrant will entitle the holder thereof to subscribe in cash for one Share at an initial subscription price of HK\$0.168, subject to adjustment, at any time during the period commencing on 23 October 2007 and ending on 22 October 2008 (both days inclusive) (the “Subscription Period”).

The registered holders of the Bonus Warrants will have the right (the “Subscription Rights”) to subscribe in cash the whole or part (in units of HK\$0.168) of the amount in respect of which the Bonus Warrants are issued for fully paid new Shares at an initial subscription price of HK\$0.168 per new Share (subject to adjustment) (the “Subscription Price”). The Subscription Rights attaching to the Bonus Warrants may be exercised during the Subscription Period. Any Subscription Rights which have not been exercised during the Subscription Period will lapse and the relevant Bonus Warrant certificates will cease to be valid for any purpose.

Each Bonus Warrant certificate will contain a subscription form. In order to exercise the Subscription Rights, a holder of Bonus Warrants must complete and sign the subscription form (which shall, once signed and completed, be irrevocable) and deliver the Bonus Warrant certificate (and, if the subscription form used is not the form endorsed on the Bonus Warrant certificate, the separate subscription form) to Union Registrars Limited or such other person, firm or company situated in Hong Kong as may be approved from time to time by the Directors to act as the registrar in relation to the Bonus Warrants and transfer of the Bonus Warrants together with a remittance of the relevant subscription monies (or in case of partial exercise, the relevant portion of the subscription monies) for the new Shares in respect of which the Subscription Rights are being exercised.

No fraction of a new Share will be allotted but any balance representing fractions of the subscription monies paid on the exercise of the Subscription Rights will be retained by the Company for its own benefit, provided always that if the Subscription Rights comprised in one or more Bonus Warrant certificates are exercised on the same date by the same holder of Bonus Warrants then, for the purpose of determining whether any (and if so what) fraction of a Share arises, the Subscription Rights represented by such Bonus Warrant certificates will be aggregated.

Certificates for the Bonus Warrants (together with the subscription forms) will be posted on or before 18 October 2007 at the risk of the Shareholders entitled thereto to their respective addresses shown on the register of members of the Company.

Dealings in the Bonus Warrants on the Main Board of the Stock Exchange are expected to commence with effect from 9:30 a.m. on Tuesday, 23 October 2007 under the stock code of 740. The short name of the Bonus Warrants is “SC FIN W0810” in English and “南華金融零八二零” in Chinese. The Bonus Warrants will be traded in board lots of 50,000 units each.

Copies of the Circular, the Instrument together with copies of the Articles of Association of the Company will be available for inspection during the normal business hours from 17 October 2007 to 30 October 2007 at the registered office of the Company of 28th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong and the office of the share registrar of the Company of Rooms 1901-1902 Fook Lee Commercial Centre, Town Place, 33 Lockhart Road, Wanchai, Hong Kong.

On behalf of the Board
South China Financial Holdings Limited
Cheung Choi Ngor
Director

Hong Kong, 16 October 2007

As at the date of this announcement, the Board comprises (1) Mr. Ng Hung Sang, Mr. Richard Howard Gorges, Ms. Cheung Choi Ngor, Mr. Ng Chun Sang and Mr. Ng Yuk Yeung, Paul as executive directors; and (2) Mrs. Tse Wong Siu Yin, Elizabeth, Hon. Raymond Arthur William Sears, Q.C. and Mr. Tung Woon Cheung, Eric as independent non-executive directors.