



ASF GROUP LIMITED

ACN 008 924 570

Bennelong

Suite 2, 3B Macquarie Street
Sydney, NSW 2000, Australia

Telephone: (61 2) 9251 9088

Facsimile: (61 2) 9251 9066

www.asfgroupltd.com

26 October 2007

**Company Announcements
Australian Stock Exchange Limited
SYDNEY NSW 2000**

e-Lodgement

Dear Sir/Madam

PRDnationwide Licence

The Company announces that it is presently in dispute with PRDnationwide Pty Ltd concerning the standing of the exclusive PRDnationwide licence for China and Macau ultimately held by ASF Properties Pty Limited under agreement with PRD Realty Pty Ltd.

The Company has determined not to continue to use the PRDnationwide brand until the dispute is resolved to the satisfaction of both the Company and PRD. The Company is seeking legal advice and has reserved its rights to seek damages for potential losses incurred as a result of this dispute.

The Company will continue uninterrupted to operate its Property business throughout its existing Chinese network and develop its property business as previously outlined without the PRD brand.

More about ASF:

ASF Group is a co-investor and facilitator of business and investment between Australia and China. Its activities and investments are in the following sectors:

- Mineral resources & energy
- Property marketing & services;
- Travel services; and
- China Ventures.

For further information contact:

Geoff Baker

Executive Director

Ph: +612 92519088

Fax: +612 92519066

www.asfgroupltd.com