

FOOD EMPIRE HOLDINGS LIMITED
(Co Registration No: 200001282G)

PURCHASE OF A FREEHOLD PROPERTY

The Board of Directors of Food Empire Holdings Limited (the "Company") wishes to announce that the Company's wholly-owned subsidiary, Empire Instant Food Pte Ltd, has entered into agreements ("Agreements") to purchase a freehold property, which is in the final stages of completion and located at 31 Harrison Road, Harrison Business Suite, Singapore 369649 for a total consideration of S\$13.9 million ("Building"). The Building has a land area of 9,967 square feet and usable area of 20,408.54 square feet.

Source of funds

The acquisition will be funded by internal resources and bank borrowings and would not have any material impact on the consolidated net tangible assets and consolidated earnings per share of the Company and its subsidiaries (the "Group") for the financial year ended 31 December 2009 ("FY2009") assuming the acquisition was effected at the end of FY2009 and at the beginning of FY2009 respectively.

Rationale

The acquisition would enable the Group to take ownership in a property and enhance its corporate image and position as a listed company.

Relative figures in Rule 1006 of the Listing Manual

The relative figures under Rule 1006 of the Listing Manual based on the latest announced consolidated results are:

(a)	Net asset value of the assets to be disposed of, compared with the group's net asset value. This is not applicable to an acquisition of asset	Not applicable
(b)	Net profits attributable to the assets acquired or disposed of, compared with the group's net profits	Not applicable
(c)	Aggregate value of the consideration given or received, compared with the issuer's market capitalization as at 24 May 2010 (calculated base on 24 May 2010 closing price)	7.6%

(d)	Number of equity securities issued by the issuer as consideration for an acquisition, compared with the number of equity securities previously in issue	Not applicable
-----	---	----------------

As none of the relative percentages under Rule 1006 of the Listing Manual exceed 20%, the Company need not convene a general meeting of the shareholders to seek specific approval on the purchase of the Building. The purchase constitutes a discloseable transaction under the provisions of Rule 1010 of the Listing Manual.

Interest of Directors and controlling Shareholders

None of the directors or controlling shareholders of the Company has any direct or indirect interest in the aforesaid transaction except through their shareholdings (if any) in the Company.

Documents available for inspection

Copies of the Agreements will be made available for inspection from 9.00 a.m. to 5.30 p.m. at the Company's registered office at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623, for a period of three (3) months from the date of this announcement.

By Order of the Board

Tan San-Ju
Company Secretary
25 May 2010