

FOOD EMPIRE HOLDINGS LIMITED
(Co Registration No: 200001282G)
Full Year Financial Statement Financial Statement And Dividend Announcement
PART I- INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS
1(a) Group Income Statements and Group Comprehensive Income Statement for the third quarter ended 31 December 2010 with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group			Group		
	4Q 10	4Q 09	Increase/ (Decrease)	12M 10	12M 09	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Revenue	53,881	48,494	11.1	175,803	134,842	30.4
Changes in inventories of finished goods	4,422	(2,289)	}	5,698	(21,689)	}
Raw materials and consumables used	(33,885)	(27,386)		-0.7	(101,306)	
Staff costs	(5,582)	(4,948)	12.8	(20,477)	(15,661)	30.8
Depreciation of property, plant and equipment	(488)	(442)	10.4	(1,870)	(1,736)	7.7
Depreciation of investment properties	(14)	(9)	55.6	(45)	(37)	21.6
Impairment of intangibles	-	(2,408)	-100.0	-	(2,408)	-100.0
Write back of prior years impairment of property, plant and equipment	-	15	-100.0	-	15	-100.0
Foreign exchange (loss) / gain	(14)	(251)	-94.4	50	(314)	N.M
Other operating expenses	(16,199)	(7,991)	102.7	(46,165)	(35,531)	29.9
Finance costs	(17)	(41)	-58.5	(97)	(439)	-77.9
Other income (Note 1)	848	138	514.5	1,136	772	47.2
Share of profit of associated companies	40	107	-62.6	874	331	164.0
Profit from operations before taxation	2,992	2,989	0.1	13,601	3,179	327.8
Taxation (Note 2)	(25)	(328)	-92.4	58	(514)	N.M
Profit after taxation	2,967	2,661	11.5	13,659	2,665	412.5

Notes:
1 Included in the other income are as follows

	Group			Group		
	4Q 10	4Q 09	Increase/ (Decrease)	12M 10	12M 09	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Fair value gain on derivatives	50	-	N.M	50	-	N.M
Gain from disposal of investment properties	557	-	N.M	557	-	N.M

2 Included in the taxation is as follows

	Group			Group		
	4Q 10	4Q 09	Increase/ (Decrease)	12M 10	12M 09	Increase/ (Decrease)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
Over/ (under) provision for the prior year	301	38	692.1	725	118	514.4

N.M denotes not meaningful.

Group comprehensive statements

	Group			Group		
	4Q 10 US\$'000	4Q 09 US\$'000	Increase/ (Decrease) %	12M 10 US\$'000	12M 09 US\$'000	Increase/ (Decrease) %
Profit after taxation	2,967	2,661	11.5	13,659	2,665	412.5
Other comprehensive income, net of income tax						
Net loss on fair value change of debentures	(76)	-	N.M	(76)	-	N.M
Foreign currency translation differences of foreign operations.	138	63	119.0	538	(449)	N.M
Share of other comprehensive income/(loss) of associates	7	57	-87.7	7	145	-95.2
Total comprehensive income for the period	3,036	2,781	9.2	14,128	2,361	498.4

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	31-Dec-10	31-Dec-09	31-Dec-10	31-Dec-09
	US\$'000	US\$'000	US\$'000	US\$'000
Non-Current Assets				
Property, plant and equipment	17,938	11,328	-	-
Investment properties	4,530	1,366	-	-
Investments in subsidiary companies	-	-	44,545	44,545
Investments in associated companies (Note 3)	11,535	6,526	-	-
Intangible assets	13,343	13,343	-	-
Debentures (Note 3)	593	-	-	-
Amounts due from associated companies (non-trade)	1,308	309	-	-
Deferred tax assets	95	69	-	-
	49,342	32,941	44,545	44,545
Current Assets				
Cash and bank balances	41,670	61,291	231	108
Trade receivables	49,661	36,489	-	-
Deferred expenses	1,098	389	-	-
Prepaid operating expenses and other debtors	1,582	1,479	4	21
Other receivables	548	719	-	-
Amounts due from subsidiaries	-	-	608	-
Amounts due from associated companies	390	970	-	-
Derivatives (Note 3)	684	-	-	-
Assets held for sale	312	-	-	-
Inventories	23,654	17,955	-	-
	119,599	119,292	843	129
Current Liabilities				
Trade payables and accruals	(26,432)	(21,177)	(926)	(278)
Finance lease liabilities	-	(4)	-	-
Interest-bearing loans and borrowings	(627)	(3,336)	-	-
Other payables	(1,171)	(154)	-	-
Amount due to subsidiary companies (non-trade)	-	-	(27)	(167)
Provision for taxation	(548)	(956)	-	-
	(28,778)	(25,627)	(953)	(445)
Net Current Assets / (Liabilities)	90,821	93,665	(110)	(316)
Non-Current Liabilities				
Finance lease liabilities	-	(11)	-	-
Interest-bearing loans and borrowings	(5,485)	(2,494)	-	-
Deferred tax liabilities	(508)	(400)	-	-
	(5,993)	(2,905)	-	-
Net Assets	134,170	123,701	44,435	44,229
Equity				
Share capital	39,666	39,666	39,666	39,666
Reserves	94,504	84,035	4,769	4,563
	134,170	123,701	44,435	44,229

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year. (continue)

Notes:

- 3 As at 30 November 2010, one of the subsidiaries of the Group acquired a 26% interest in Vayhan Coffee Limited. The debenture and derivative form part of the structured transaction for the acquisition.

The purchase price allocation of the acquisition of Vayhan Coffee Limited as at 31 December 2010 were provisional as the Group had sought an independent valuation for the assets owned by Vayhan Coffee Limited. The results of this valuation had not been received at the date of this announcement .

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

	As at 31 Dec 2010		As at 31 Dec 2009	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Finance lease liabilities	-	-	4	-
Interest-bearing loans and borrowings	627	-	-	3,336
Total	627	-	4	3,336

Amount repayable after one year

	As at 31 Dec 2010		As at 31 Dec 2009	
	Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
Finance lease liabilities	-	-	11	-
Interest-bearing loans and borrowings	5,485	-	-	2,494
Total	5,485	-	11	2,494

Details of any collateral

As at 31 December 2009, the finance lease liabilities are secured by a charge over the related leased motor vehicles held by one of the subsidiaries.

As at 31 December 2010, the interest bearing loans and borrowings are secured by a charge over the related property owned by one of the subsidiaries.

1 (c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	4Q 10 US\$'000	4Q 09 US\$'000	12M 10 US\$'000	12M 09 US\$'000
Cash flows from operating activities:				
Profit from operations before taxation	2,992	2,989	13,601	3,179
Adjustment for :				
Depreciation of property, plant and equipment	488	442	1,870	1,736
Depreciation of investment properties	14	9	45	37
Gain on disposal of investment properties	(557)	-	(557)	-
(Loss) / gain on disposal of property, plant and equipment	(5)	11	(20)	54
Loss on disposal of investment in associated company	-	-	49	-
Interest income	(35)	(45)	(158)	(144)
Interest expenses	17	41	97	439
Exchange realignment	91	93	32	(225)
Share of results of associated companies	(40)	(107)	(874)	(331)
Allowance for doubtful debts	514	351	505	847
Impairment of intangibles	-	2,408	-	2,408
Write back of prior years impairment property, plant and equipment	-	(15)	-	(15)
Fair value gain on derivative	(50)	-	(50)	-
Allowance for stock obsolescence	240	323	440	782
Value of employee services received for issue of share option	58	-	211	-
Operating profit before working capital changes	3,727	6,500	15,191	8,767
(Increase) / decrease in receivables	(5,742)	(6,197)	(14,338)	24,856
(Increase) / decrease in inventories	(4,661)	1,967	(6,138)	20,908
Increase in payables	6,885	8,920	5,191	7,022
Cash flows generated	209	11,190	(94)	61,553
Income taxes (paid) / refund	(61)	15	(267)	(2,167)
Net cash flows (used in) / generated from operating activities	148	11,205	(361)	59,386
Cash flow from investing activities:				
Interest income received	35	45	158	144
Purchase of property, plant and equipment	(270)	(158)	(6,927)	(2,048)
Purchase of investment properties	(57)	-	(3,834)	-
Proceeds from disposal of property, plant and equipment	12	9	73	192
Proceeds from disposal of associated companies	-	-	754	-
Proceeds from disposal of investment properties	1,134	-	1,134	-
Investment in associated companies	(1,717)	-	(4,931)	(15)
Dividend income received from associate company	-	21	-	21
Subscription for the debentures from associate company	(669)	-	(669)	-
Payment for derivatives	(635)	-	(635)	-
Loans provided to associated companies	(1,308)	-	(1,308)	-
Repayment of loans by associated companies	159	200	909	648
Net cash flows used in investing activities	(3,316)	117	(15,276)	(1,058)
Cash flow from financing activities				
Interest paid	(17)	(41)	(97)	(439)
Dividends paid	-	-	(3,870)	(1,280)
Repayment of obligations under financial lease	-	-	(15)	-
Repayment of bank loans and borrowings	(157)	(835)	(5,987)	(10,839)
Proceeds from loans and borrowings	145	-	6,269	-
Net cash flow used in financing activities	(29)	(876)	(3,700)	(12,558)
Net (decrease)/increase in cash and cash equivalents	(3,197)	10,446	(19,337)	45,770
Effect of exchange rate changes on cash and cash equivalents	(71)	4	(284)	(16)
Cash and cash equivalents at beginning of the period / year	44,938	50,841	61,291	15,537
Cash and cash equivalents at end of the period/year	41,670	61,291	41,670	61,291

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial period.

The Group – 4Q

	Attributable to equity holders of the Company						
	Share Capital	Foreign Currency Translation Reserve	Asset Revaluation Reserve	Share-based payment reserve	Fair value adjustment reserve	Accumulated profits	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Oct 09	39,666	636	60	324	-	80,234	120,920
Total comprehensive income	-	120	-	-	-	2,661	2,781
Dividends paid to shareholders of the company	-	-	-	-	-	-	-
Balance as at 31 Dec 09	39,666	756	60	324	-	82,895	123,701
Balance as at 1 Oct 10	39,666	1,156	60	477	-	89,717	131,076
Total comprehensive income	-	145	-	-	(76)	2,967	3,036
Dividends paid to shareholders of the company	-	-	-	-	-	-	-
Value of employee services received for issue of share options	-	-	-	58	-	-	58
Balance as at 31 Dec 10	39,666	1,301	60	535	(76)	92,684	134,170

The Group – 12 months

	Attributable to equity holders of the Company						
	Share Capital	Foreign Currency Translation Reserve	Asset Revaluation Reserve	Share-based payment reserve	Fair value adjustment reserve	Accumulated profits	Total
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Balance as at 1 Jan 09	39,666	1,060	60	324	-	81,510	122,620
Total comprehensive loss	-	(304)	-	-	-	2,665	2,361
Dividends paid to shareholders of the company	-	-	-	-	-	(1,280)	(1,280)
Balance as at 31 Dec 09	39,666	756	60	324	-	82,895	123,701
Balance as at 1 Jan 10	39,666	756	60	324	-	82,895	123,701
Total comprehensive income	-	545	-	-	(76)	13,659	14,128
Dividends paid to shareholders of the company	-	-	-	-	-	(3,870)	(3,870)
Value of employee services received for issue of share options	-	-	-	211	-	-	211
Balance as at 31 Dec 10	39,666	1,301	60	535	(76)	92,684	134,170

The Company – 4Q

	Attributable to equity holders of the Company				
	Share Capital US\$'000	Foreign Currency Translation Reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total US\$'000
Balance as at 1 Oct 09	39,666	4,030	324	330	44,350
Total comprehensive income	-	(23)	-	(98)	(121)
Balance as at 31 Dec 09	39,666	4,007	324	232	44,229
Balance as at 1 Oct 10	39,666	4,012	477	(47)	44,108
Total comprehensive income	-	(49)	-	318	269
Value of employee services received for issue of share options	-	-	58	-	58
Balance as at 31 Dec 10	39,666	3,963	535	271	44,435

The Company – 12 months

	Attributable to equity holders of the Company				
	Share Capital US\$'000	Foreign Currency Translation Reserve US\$'000	Share-based payment reserve US\$'000	Accumulated profits US\$'000	Total US\$'000
Balance as at 1 Jan 09	39,666	4,027	324	314	44,331
Total comprehensive income	-	(20)	-	1,198	1,178
Dividend paid to shareholders of the company	-	-	-	(1,280)	(1,280)
Balance as at 31 Dec 09	39,666	4,007	324	232	44,229
Balance as at 1 Jan 10	39,666	4,007	324	232	44,229
Total comprehensive income	-	(44)	-	3,909	3,865
Dividend paid to shareholders of the company	-	-	-	(3,870)	(3,870)
Value of employee services received for issue of share options	-	-	211	-	211
Balance as at 31 Dec 10	39,666	3,963	535	271	44,435

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	FY 2010	FY 2009
<u>Share Capital</u>		
Balance of ordinary shares as at 1 Jan and 31 Dec	529,043,999	529,043,999
<u>Share Option - exercise price of S\$0.142</u>		
Balance of unexercise share options as at 1 Jan and 31 Dec	240,000	240,000
<u>Share Option - exercise price of S\$0.229</u>		
Balance of unexercise share options as at 1 Jan and 31 Dec	3,650,000	3,650,000
<u>Share Option - exercise price of S\$0.335</u>		
Balance as at 1 Jan	-	-
Issued on 4 Jan 2010	4,750,000	-
Balance as at 31 Dec	4,750,000	-

As at 31 December 2010, there were unexercised options of 8,640,000 (31 December 2009: 3,890,000) of unissued ordinary shares of the Company under the Option Scheme.

Treasury Shares

As at 31 December 2010 and 31 December 2009, there were no treasury shares held by the company.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

Please refer to 1d(ii).

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures were unaudited and were not reviewed by the auditors.

3 Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4 Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and method of computation in the financial statements for the current financial period compared with those of the audited financial statements as at 31 December 2009, except for the adoption of revised FRS which came into effect on 1 January 2010.

5 If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The adoption of revised FRS as highlighted in paragraph 4 does not have a material impact on the financial statements for the period under review except for the Revised FRS 103 Business Combinations and Amendments to FRS 27 Consolidated and Separate Financial Statements.

The revised standards are effective for annual periods beginning on or after 1 July 2009. The revised FRS 103 introduces a number of changes in the accounting for business combinations occurring after 1 July 2009. These changes will impact the amount of goodwill recognised, the reported results in the period that an acquisition occurs, and future reported results.

The Amendments to FRS 27 require that a change in the ownership interest of a subsidiary (without loss of control) is accounted for as an equity transaction. Therefore, such transactions will no longer give rise to goodwill, nor will they give rise to a gain or loss. Furthermore, the amended standard changes the accounting for losses incurred by the subsidiary as well as the loss of control of a subsidiary.

The changes from revised FRS 103 and Amendments to FRS 27 will affect future acquisitions or loss of control and transactions with non-controlling interests.

6 Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group		Group	
	4Q 10	4Q 09	12M 10	12M 09
Earnings per share				
Based on existing issued share capital (USD cents)	0.56	0.50	2.58	0.50
On a fully diluted basis (USD cents)	0.56	0.50	2.57	0.50
	Group		Group	
	4Q 10	4Q 09	12M 10	12M 09
Weighted average number of shares table				
Weighted average number of shares for calculation of basic EPS	529,043,999	529,043,999	529,043,999	529,043,999
Weighted average number of shares for calculation of diluted EPS	531,547,265	530,335,616	530,583,643	530,076,434

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-
(a) current financial period reported on; and
(b) immediately preceding financial year.**

	Group		Company	
	31-Dec-10	31-Dec-09	31-Dec-10	31-Dec-09
Net asset value per ordinary share (USD cents)	25.36	23.38	8.40	8.36

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) **any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

Financial Review

The financial year ended 31 December 2010 saw a significant improvement in the Group's financial performance compared to 2009. The Group's profit after tax increased from US\$2.7 million in 2009 to US\$13.7 million in 2010. Sales grew in all the Group's key regions resulting in a 30.4% increase in full year revenue.

Group revenue for the financial year increased by US\$41.0 million to US\$175.8 million on the back of the economic recovery in the Group's key markets, aggressive efforts to push its products through its distribution channels, and the impact of its brand building activities such as advertising, sponsorship and promotions.

Revenue in Q4 FY10 continued the recovery which began in Q3 FY09. Compared to Q4 FY09, revenue in Q4 FY10 improved by 11.1% to US\$53.9 million.

The Group completed several acquisitions during the year which will benefit the Group in future years.

Revenue by Region (US\$'000)

	Group			Group		
	4Q 10 US\$'000	4Q 09 US\$'000	Increase/ (Decrease) %	12M 10 US\$'000	12M 09 US\$'000	Increase/ (Decrease) %
Russia	29,731	25,854	15.0	100,498	68,156	47.5
Eastern Europe and Central Asia	17,238	17,094	0.8	55,228	49,223	12.2
Other Markets	6,912	5,546	24.6	20,077	17,463	15.0
Total	53,881	48,494	11.1	175,803	134,842	30.4

All the Group's regions delivered double digit revenue growth in 2010. Russia was the best performing market with sales having rebounded strongly since the economic downturn. Full year revenue in Russia was US\$100.5 million compared to US\$68.2 million in 2009 – an increase of 47.5%.

Within Eastern Europe and Central Asia, the Group's second largest country market, Ukraine, recorded sales growth of 19.6%, much of which was due to the successful consumer promotion undertaken in the third quarter of the year.

Revenue from the Group's Other Markets rose by 15.0%, from US\$17.5 million in 2009 to US\$20.1 million in 2010, mainly from organic growth.

The Group was also pleased with the performance of its Petrovskaya Sloboda brand, acquired in 2007. The Group saw a positive contribution to both revenue and profit from Petrovskaya Sloboda products with the brand contributing 10.7% of the Group's revenue in 2010.

Profitability

The Group recorded a profit after tax of US\$13.7 million for FY 2010, compared to US\$2.7 million in FY 2009. This represented a year on year growth of 412.5%.

Raw materials costs increased by 24.7% compared to the previous year reflecting the higher volume of sales, as well as an increase in the market prices for raw materials.

Staff costs were 30.8% higher in 2010 compared to 2009. The Group increased its manufacturing output to meet the growing demand for its products. It also made higher provisions for its variable salary components, in line with its improved financial performance.

Other operating expenses for FY2010 were 29.9% higher than in 2009. The majority of the increase was due to brand building activities, which included promotions, advertising and sponsorships as part of the Group's strategy to increase its market share. The higher volume of goods shipped in 2010 also resulted in increased freight and demurrage charges.

Balance Sheet & Cash Flow

The Group ended the year with a healthy balance sheet. As at 31 December 2010, the Group held net assets of US\$134.2 million, representing a net asset value per share of US\$25.36 cents, and a cash and bank balance of US\$41.7 million. Compared to 31 December 2009, cash and bank balances were lower, due to the:

- payment of dividends;
- cash portion of the investment in the company's corporate headquarters in Singapore;
- repayment of bank loans; and
- investments in associated companies, namely Vayhan Coffee Limited, Empire Teas (PVT) Limited, and PT Marindo Makmur Usahjaya.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The global economic environment has remained relatively positive and this will further contribute to the Group's recovery in its key markets of Russia and Ukraine, while the Group focuses on improving its position in Kazakhstan and the Middle East market.

The Group plans to further grow its business through additional acquisitions and is actively exploring both upstream and downstream opportunities to enhance the Group's business model and to allow for more scalability. The Group is also examining opportunities outside its traditional base of Russia and the CIS in order to create a more balanced portfolio and be less dependent on a single region.

The Group's performance may be affected by the following factors:

- rising cost of raw materials and oil;
- funding cost
- competitive market conditions; and
- the possibility of changes in regulatory policies in the Group's operating markets.

Barring any unforeseen circumstances, the Group expects to remain profitable for FY 2011

11. Dividend
(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Amount per Share (in Singapore cents)	1.05
Tax Rate	1-tier tax exempted

The above proposed dividends would be subject to the approval of the Shareholders at the forthcoming Annual General Meeting scheduled for 28 April 2011.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Name of Dividend	First and Final	Special Dividend
Dividend Type	Cash	Cash
Dividend Amount per Share (in Singapore cents)	0.22	0.78
Tax Rate	1-tier tax exempted	1-tier tax exempted

(c) Date payable

The dividend, if approved by the shareholders at the Annual General Meeting schedule for 28 April 2011, will be paid on 27 May 2011.

(d) Books closure date

Notice is hereby given that, subject to shareholders' approval of the payment of the dividends at the Annual General Meeting scheduled for 28 April 2011, the Share Transfer Books and the Register of Members of the Company will be closed on 10 May 2011. Duly completed registrable transfers received by the Company's Registrar, Boardroom Corporate & Advisory Services Pte Ltd at 50 Raffles Place, Singapore Land Tower #32-01, Singapore 048623, up to 5.00 p.m. on 9 May 2011 will be registered for the dividend. In respect of ordinary shares in securities accounts with The Central Depository (Pte) Limited ("CDP"), the dividends will be paid by the Company to CDP which will, in turn, distribute the dividends to holders of the securities accounts.

12. If no dividend have been declared/recommended, a statement to that effect.

Not applicable.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

	Beverages		Other products		Total per consolidated financial statements	
	2010 (US\$'000)	2009 (US\$'000)	2010 (US\$'000)	2009 (US\$'000)	2010 (US\$'000)	2009 (US\$'000)
Revenue						
Segment revenue from external customers	164,886	122,903	10,917	11,939	175,803	134,842
Results						
Segment results before tax	11,980	2,289	1,621	890	13,601	3,179
Other information						
Interest income	147	130	11	14	158	144
Interest expenses	(90)	(395)	(7)	(44)	(97)	(439)
Dividend income	-	21	-	-	-	21
Depreciation of property, plant and equipment	(1,841)	(1,717)	(29)	(19)	(1,870)	(1,736)
Depreciation of investment properties	-	-	(45)	(37)	(45)	(37)
Share of associates performance	180	(43)	694	374	874	331
Impairment of intangibles	-	(2,408)	-	-	-	(2,408)
Write back of prior years impairment of property plant and equipment	-	15	-	-	-	15
<u>Other non-cash expenses</u>						
(Allowances) / write back of doubtful debts	(469)	(967)	(36)	120	(505)	(847)
(Allowances) / write back of stocks obsolescence	(322)	(568)	(118)	(214)	(440)	(782)
Value of employees services received for issue of share options	(211)	-	-	-	(211)	-
Fair value gain on derivatives	50	-	-	-	50	-

By Country

2010	Russia	Eastern Europe & Central Asia	Others	Elimination	Total
	(US\$'000)	(US\$'000)	(US\$'000)	(US\$'000)	(US\$'000)
Segment revenue from external customers	100,498	55,228	20,077	-	175,803

2009	Russia	Eastern Europe & Central Asia	Others	Elimination	Total
	(US\$'000)	(US\$'000)	(US\$'000)	(US\$'000)	(US\$'000)
Segment revenue from external customers	68,156	49,223	17,463	-	134,842

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to paragraph 8.

15. A breakdown of sales.

	Group		Increase/ (Decrease) %
	31-12-10 US\$'000	31-12-09 US\$'000	
Sales reported for first half year	81,863	55,692	47.0%
Operating profit / (loss) after tax before deducting minority interests reported for first half financial year	6,899	-2,186	N.M
Sales reported for second half year	93,940	79,150	18.7%
Operating profit after tax before deducting minority interests reported for second half financial year	6,702	4,851	38.2%

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

Total Annual Dividend

	Latest Full Year (US\$) FY2010*	Previous Full Year (US\$) FY2009
Ordinary	4,320	851
Special	-	3,019
Total:	4,320	3,870

*Amounts are translated into United States Dollars ("US\$") at the exchange rate of S\$1.286 to US\$1.00

13. Confirmation by the Board Pursuant to Rule 705(4)

We, Tan Wang Cheow and Sudeep Nair, being 2 Directors of Food Empire Holdings Limited (the “Company”), do hereby confirm on behalf of the Directors of the Company that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the Financial Year ended on 31 December 2010 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Tan Wang Cheow
Director

Sudeep Nair
Director

BY ORDER OF THE BOARD

Tan Cher Liang
Company Secretary
1 March 2011