



FOOD EMPIRE HOLDINGS LIMITED

(Co Registration No: 200001282G)

**INCREASE IN THE REGISTERED CAPITAL OF A WHOLLY-OWNED SUBSIDIARY,
FES PRODUCTS LLC**

The Board of Directors of Food Empire Holdings Limited (the "Company", and together with its subsidiaries, the "Group") wishes to announce that the Company's wholly-owned subsidiary, Navas Services Limited, will inject an additional capital of RUB100 million (equivalent to USD3,230,308), by way of cash into its wholly-owned subsidiary, FES Products LLC, a limited liability company incorporated in Russia. Upon completion, the total registered capital of FES Products LLC will increase from RUB83,774,297 (equivalent to USD2,706,168) to RUB183,774,297 (equivalent to USD5,936,476).

The above transaction will be funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Tan San-Ju
Company Secretary
27 March 2013