



FOOD EMPIRE HOLDINGS LIMITED

(Co Registration No: 200001282G)

PROFIT WARNING ON THE UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2014

The Board of Directors of Food Empire Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that after preliminary assessment of the Group’s unaudited financial statements for the first quarter ended 31 March 2014 (“**1Q2014**”), the Board would like to inform shareholders that the Group is expected to report a net loss for 1Q2014.

The expected net loss for 1Q2014 is mainly attributable to the ongoing political standoff between two of the Group’s key markets, Russia and Ukraine, which began in late 2013 and quickly escalated into an international crisis by March 2014. This resulted in a sharp devaluation of the Ukrainian Hryvnia against USD due to the heightened economic uncertainty. The crisis also exacerbated the volatility of the Russian Ruble against the USD during the period.

As the Group is economically exposed to both markets, it is negatively affected by the revaluation of its outstanding trade debtors denominated in currencies other than the Group’s USD denominated functional currency.

The Group is still in the process of finalising its unaudited financial results for 1Q2014. Further details of the Group’s financial statements will be disclosed when the Company finalises and announces its unaudited financial results for 1Q2014 on or before 15 May 2014.

By Order of the Board

Tan Cher Liang
Company Secretary

21 April 2014