



FOOD EMPIRE HOLDINGS LIMITED

(Co Registration No: 200001282G)

ACQUISITION OF SHARES IN THE COMPANY'S SUBSIDIARY, FOOD LAND MANUFACTURING CO., LTD.

The Board of Directors of Food Empire Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") wishes to announce that the Company's wholly-owned subsidiary, Food Land Investment Holding Pte. Ltd. ("**FLIH**") had entered into a Sale and Purchase Agreement with 3 individual sellers to acquire a total of 450 ordinary shares of MMK100,000.00 each, representing 30% of the total issued and paid-up share capital of Food Land Manufacturing Co., Ltd. ("**FLM**"), for a total cash consideration of MMK199,081,231.00 (approximately US\$146,600.00.00), in accordance with FLM's agreed net tangible assets as at 30 June 2016 and subject to the Terms and Conditions as stipulated in the Sale and Purchase Agreement.

Pursuant to the Sale and Purchase Agreement, the acquisition shall be completed by 31 May 2017, following which, FLM will be wholly-owned by FLIH, which in turn will be an indirect wholly-owned subsidiary of the Company.

The above transaction was 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 Cher Liang
Company Secretary

23 May 2017