

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

AMENDMENT TO LOAN AGREEMENT

The Board of Directors of Food Empire Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) refer to its earlier announcements on 2 March 2016, 3 March 2016, 16 March 2016, 18 March 2016 and 27 December 2016 in connection with the Company’s 51% owned subsidiary, Hallyu Ventures Pte Ltd (“**HVPL**”)’s investment in Caffebene Co., Ltd. (“**Caffebene**”).

According to the loan agreement dated 27 December 2016 (the “**Loan Agreement**”) entered between HVPL, Caffebene and K3 Private Equity Fund No.5 (collectively known as the “**Parties**”), HVPL has agreed to extend an unsecured loan of KRW11,060,000,000.00 (the “**Loan**”) to Caffebene under the terms and conditions of the Loan Agreement.

The Loan has been partially repaid through a conversion of new common stocks in the capital of Caffebene on 30 June 2017. The balance of the Loan will be repayable in cash or by conversion of it to new common stocks in the capital of Caffebene.

HVPL has on 26 December 2017 entered into an Amendment to Loan Agreement with the Parties whereby HVPL may at any time on or before 26 December 2018, elect to redeem, in whole or in part, the balance of the Loan to be repayable in cash or by conversion of it to new common stocks at the Conversion Price in the capital of Caffebene.

Save for the interests of Mr Anthoni Salim and Universal Integrated Corporation Consumer Products Pte Ltd in HVPL and Caffebene, 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

26 December 2017