

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

SUBSCRIPTION OF SHARES IN 101 CAFFE S.R.L.

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, Future Investment Holdings Pte Ltd, has entered into an Investment Agreement with Lascola Holdings Ltd (“**Lascola**”) and 101 Caffe S.r.l. (“**101 Caffe**”), a wholly owned subsidiary of Lascola incorporated in Italy, to subscribe for 138,334 shares in the share capital of 101 Caffe, representing 25% of the enlarged share capital of 101 Caffe, for a cash consideration of Euro 2,500,000.00 (approximately USD3,000,000.00).

The principal business of 101 Caffe is distribution of coffee paraphernalia including pods, pads and capsules through its franchise network.

As none of the relative figures computed based on the applicable bases under Rule 1006 is more than 5%, this acquisition is a non-disclosable transaction.

Following the completion of the share subscription, 101 Caffe has become an associated company 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

27 December 2017