

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

CAPITALISATION OF OUTSTANDING LOAN INTEREST OWING FROM INDUS COFFEE PRIVATE LIMITED TO EPIQ FOOD SERVICES PTE. LTD.

The Board of Directors of Food Empire Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to announce that there is an outstanding loan interest payable of Rs146,656,332.00 (equivalent to US\$1,998,043.00) arising from the loan agreement dated 28 May 2013 and its supplemental agreements dated 13 June 2015 and 19 May 2017, entered into between two of its subsidiaries, Indus Coffee Private Limited (“**Indus Coffee**”) and EPIQ Food Services Pte. Ltd. (“**EPIQ**”) (collectively known as the “**Parties**”),

The Parties have agreed to capitalise the outstanding loan interest payable by Indus Coffee to EPIQ as equity in the form of 905,286 ordinary shares at a par value of Rs100.00 each and share premium of Rs62.00 in the share capital of Indus Coffee (“**Capitalisation of Interest**”).

After the Capitalisation of Interest, the number of ordinary shares held by EPIQ shall increase from 7,761,600 to 8,666,886 in the share capital of Indus Coffee. Currently, an existing 1 ordinary share has already been held by Future Investment Holdings Pte Ltd, a wholly-owned subsidiary of the Company.

The Capitalisation of Interest 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

Kevin Cho
Company Secretary

20 October 2020