



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

SUBSCRIPTION OF ADDITIONAL SHARES IN THE COMPANY'S SUBSIDIARY, TEA AVENUE (PRIVATE) LIMITED

The Board of Directors of Food Empire Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") wishes to announce that the Company's subsidiary, Tea Avenue Pte. Ltd. ("**TAPL**") has subscribed for an additional 2,543,913 ordinary shares in the share capital of its wholly-owned subsidiary, Tea Avenue (Private) Limited ("**TA(P)L**") for a total consideration of LKR25,439,130.00 (approximately USD145,574.44) by way of capitalisation of an amount due from TA(P)L to TAPL.

Following the completion of the new share subscription, the total issued and paid-up share capital of TA(P)L has increased from LKR55,730,000.00 (equivalent to USD383,549.27) comprising 5,573,000 ordinary shares to LKR81,169,130.00 (approximately USD529,123.71) comprising 8,116,913 ordinary shares.

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

Kevin Cho
Company Secretary

16 May 2019