

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

INCREASE OF SHARE CAPITAL IN THE COMPANY'S INDIRECT SUBSIDIARY, COFFEE ONE COFFEE SYSTEM PTE LTD VIA CAPITALISATION OF LOAN AMOUNTS

The Board of Directors of Food Empire Holdings Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to its previous announcement dated 28 November 2013 and wishes to announce the increase of share capital in the Company's indirect subsidiary, Coffee One Coffee System Pte Ltd ("**COCS**").

COCS is an indirect subsidiary of the Company in Singapore. The Company through its wholly-owned subsidiary, Future Investment Holdings Pte Ltd ("**FIHPL**") owns 51% shareholding in COCS. The remaining 49% shareholding is owned by Mr Francesco Corsetti ("**FC**").

FIHPL and FC (collectively known as the "**Parties**") had each respectively extended a loan amount of EUR25,500.00 (approximately USD30,898.35) and EUR24,500.00 (approximately USD29,686.65) to COCS in proportion to their shareholdings in COCS.

The Parties have agreed to capitalise the outstanding loan payable by COCS to them as equity in the form of 40,952 ordinary shares and 39,346 ordinary shares at SGD1.00 each to FIHPL and FC respectively in the share capital of COCS ("**Capitalisation**").

After the Capitalisation, the number of ordinary shares in COCS shall increase from 100 to 80,398 in the share capital of COCS. Accordingly, the number of shares held by FIHPL in COCS shall increase from 51 to 41,003 ordinary shares (representing 51% shareholding) and the number of shares held by FC in COCS shall increase from 49 to 39,395 ordinary shares (representing 49% shareholding).

The Capitalisation 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

22 June 2021