FUXING CHINA GROUP LIMITED
(Incorporated in Bermuda)
(Co. Reg. No: 38973)

THIRD QUARTER FINANCIAL STATEMENT AND DIVIDEND ANNOUNCEMENT FOR THE YEAR ENDED 30 SEPTEMBER 2007

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group Income Statement for the third quarter ended 30 September 2007. These figures have not been audited.

NM: Not Meaningful

	Group			Group		
	RMB'000		%	RMB'000		%
	Three Months ended 20070930	Three Months ended 20060930	Increase/ (Decrease)	Nine Months ended 20070930	Nine Months ended 20060930	Increase/ (Decrease)
Revenues	232,611	188,071	23.68%	661,810	536,076	23.45%
Cost of sales	(151,183)	(129,189)	17.02%	(427,123)	(343,794)	24.24%
Gross profit	81,428	58,882	38.29%	234,687	192,282	22.05%
Other income	120	888	-86.49%	1,283	967	32.68%
Selling and distribution expenses	(1,113)	(850)	30.95%	(2,344)	(2,023)	15.83%
General and administrative expenses	(5,931)	(7,921)	-25.12%	2,371	(31,006)	-107.65%
Other expenses	(504)	(4)	12500%	(504)	(4)	11908%
Profit from operating activities	74,000	50,995	45.11%	235,493	160,216	46.98%
Financial income	84	61	37.70%	413	179	130.54%
Financial expenses	(5,276)	(1,994)	164.59%	(9,162)	(5,647)	62.25%
Profit before taxation	68,808	49,062	40.25%	226,744	154,748	46.52%
Tax expense	20,736	15,509	33.70%	59,873	41,280	45.04%
Net profit attributable to shareholders	48,072	33,553	43.27%	166,871	113,468	47.06%
Notes: The Group's profit before taxation is determined after charging/(crediting) the following items:						
Other income	120	888	-86.49%	1,283	967	32.68%
Transportation	646	204	216. 63%	1,188	676	75.74%
Allowance for doubtful trade receivables	(2,942)	(6,207)	-52.60%	9,946	(29,559)	-133.65%
Depreciation	(3,751)	(3,855)	-2.70%	(10,922)	(10,470)	4.32%
Salaries	(8,073)	(5,859)	37.79%	(20,212)	(15,681)	28.90%
Donation	(504)	(4)	12500%	(504)	(4)	12500%
Interest income	84	61	37.70%	413	179	130.73%
Interest expense	(1,734)	(1,957)	-11.38%	(5,564)	(5,580)	-0.29%
Foreign exchange loss	(3,518)	(2)	135800%	(3,518)	(5)	70.26%

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	Note	Group		Company	
		Unaudited [20070930]	Audited [20061231]	Unaudited [20070930]	Audited [20061231]
Non-current assets					
Fixed assets		103,633	107,382	-	-
Land use rights and software		603	521	-	-
Investments		-	-	344,853	8
Current assets					
Inventories		50,418	37,333	-	-
Trade receivables		368,764	261,811	-	-
Other receivables and advances to suppliers		115,150	84,090	378,247	4,760
Amount due from related company (trade)		0	10,640	-	-
Amount due from a director (non-trade)		0	320	-	-
Bank deposits (pledged)		6,610	21,227	-	-
Cash and bank deposits		481,581	93,179	27,241	-
		1,022,523	508,600	405,488	4,760
Current liabilities					
Trade payables		(3,282)	(20,209)	-	-
Other payables & accruals		(44,517)	(20,630)	(26,718)	(3,513)
Bills payable to banks		(56,000)	(70,514)	-	-
Short-term bank loans		(98,000)	(129,100)	-	(1,407)
Amount due to related companies (trade)		-	(3,417)	-	-
Amount due to related companies (non-trade)		-	(157)	-	-
Amount due to a director (non-trade)		(3,631)	-	(5,180)	(8)
Provision for income tax		(35,350)	(27,623)	-	-
		(240,780)	(271,650)	(31,898)	(4,928)
Net current assets/(liabilities)		781,743	236,950	373,590	(168)
Net assets/(liabilities)		885,979	344,853	718,443	(160)
Equity attributable to equity holders of the company					
Share capital		393,538	226,967	393,538	-
Share premium		285,997	-	285,997	-
Contributed surplus		39,573	-	39,573	-
Accumulated profits		166,871	80,061	(665)	(160)
Reserve fund		-	37,825	-	-
Total equity		885,979	344,853	718,443	(160)

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 20070930		As at 20061231	
Secured	Unsecured	Secured	Unsecured
RMB$'000	RMB'000	RMB'000	RMB'000
154,000	--	189,614	10,000

Amount repayable after one year

As at 20070930		As at 20061231	
Secured	Unsecured	Secured	Unsecured
RMB'000	RMB'000	RMB'000	RMB'000
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Details of any collateral

As at 30 September 2007, the Group has total secured short-term bank loans of RMB98million and bank's bills payable of RMB56 million. All the outstanding borrowings are secured by mortgage charge on the Group's property , Corporate Guarantee or personal guarantee provided by our director and his spouse.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group			
	RMB'000			
	Three Months ended 20070930	Three Months ended 20060930	Nine Months ended 20070930	Nine Months ended 20060930
Cash flows from operating activities				
Profit before taxation	68,808	49,062	226,744	154,748
Adjustments:				
Depreciation of property, plant and equipment	3,751	3,855	10,922	10,470
Amortisation of land use rights and software	9	2	27	7
Allowance for doubtful trade receivables	2,942	6,207	(9,946)	29,559
Interest expense	1,734	1,957	5,564	5,476
Interest income	(84)	(61)	(413)	(179)
Operating profit before working capital changes	77,160	61,022	232,898	200,081
Decrease (increase) in:				
Inventories	(22,129)	(6,489)	(13,084)	(12,791)
Trade receivables	(1,166)	(2,812)	(97,007)	(73,331)
Other receivables and prepayments	(63,666)	2,423	(31,060)	(15,620)
Amount due from related parties-trade	0	(120)	10,640	8,018
Amount due to related parties-non-trade	0	(7,738)	0	5,412
Amount due from a director	1,559	(10,617)	320	(37,824)
Increase (decrease) in:				
Trade payables	(68)	21,552	(16,927)	19,215
Other payables and accruals	10,263	(39,411)	23,887	(3,117)
Amount due to related parties-trade	1,395	(2,474)	(3,416)	(2,483)
Amount due to related parties-non-trade	22,768	(3,170)	(157)	(17,244)
Amount due to a director	2,224	36,380	3,631	10,250
Cash flows generated from operations	28,340	48,546	109,725	80,566
Interest expense	(1,734)	(1,957)	(5,564)	(5,476)
Interest income	84	61	413	179

Income taxes paid	(35,986)	(14,582)	(52,146)	(32,022)
Net cash from (used in) operating activities	(9,296)	32,068	52,428	43,247
Cash flows from investing activities				
Purchase of property, plant and equipment	(672)	0	(7,173)	(2,592)
Purchase of software	(109)	0	(109)	0
Net cash used in investing activities	(781)	0	(7,282)	(2,592)
Cash flows from financing activities				
Issuance of new ordinary share pursuant to the IPO	374,254		374,254	
Proceeds from short term bank loans	16,600	16,600	90,000	150,000
Repayment of short tem bank loans	0	0	(121,100)	(130,000)
Proceeds from bills payable	26,000	31,640	118,800	129,640
Repayment of bills payable	(46,406)	(34,800)	(133,315)	(82,200)
Increase /(decrease) in bank deposits pledged	8,703	3,650	14,617	(22,600)
Net cash from financing activities	379,151	17,090	343,256	44,840
Net increase in cash and cash equivalents	369,074	49,158	388,402	85,495
Cash and cash equivalents at beginning of financial period	112,507	48,712	93,179	12,375
Cash and cash equivalents at end of financial period	481,581	97,870	481,581	97,870

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Share capital	Share premium	Reserve fund	Contributed surplus	Accumulated (profits)/losses	Total equity
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Group						
At 1 January 2007	226,967	0	37,825	0	80,061	344,853
Issuance of new ordinary shares pursuant to the IPO	166,570	317,728	(37,825)	39,573	(80,061)	405,986
Share issue expenses	0	(31,731)	0	0	0	(31,731)
Net profit for the year	0	0	0	0	166,871	166,871
At 30 September 2007	393,538	285,997	0	39,573	166,871	885,979
At 1 January 2006	226,967	0	23,062	0	(60,785)	189,244
Net profit for the year	0	0	0	0	113,468	113,468
At 30 September 2006	226,967	0	23,062	0	52,683	302,712
Company						
At 1 January 2007	0	0	0	0	(160)	(160)
Issuance of new ordinary shares pursuant to the IPO	393,538	317,728	0	39,573	0	750,839
Share issue expenses	0	(31,731)	0	0	0	(31,731)
Net profit for the year	0	0	0	0	(505)	(505)
At 30 September 2007	393,538	285,997	0	39,573	(665)	718,443
At 1 January 2006	0	0	0	0	0	0
Issuance of new ordinary shares pursuant to the IPO	0	0	0	0	0	0
Share issue expenses	0	0	0	0	0	0
Net profit for the year	0	0	0	0	0	0
Dividend paid	0	0	0	0	0	0
At 30 September 2006	0	0	0	0	0	0

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

	Number of shares	S$
Issued ordinary shares as at 2 Oct 2006, following the incorporation of our Company	20,000	NIL
Sub-Division	200,000	NIL
Issue and crediting of ordinary shares pursuant to the Restructuring Exercise	599,800,000	60,000,000
New shares issued pursuant to the invitation (Net of IPO Expenses)	175,000,000	74,208,300
Issued and paid-up Capital after the invitation	775,000,000	134,208,300

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group and the Company have adopted the same accounting policies and methods of computation in the financial statements for the current period with those of the audited combined financial statements as at 31 December 2006.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the **reasons for, and the effect of, the change.**

Not applicable.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
	Nine months ended 20070930	Nine months ended 20060930
Earnings per ordinary share of the group, after deducting any provision for preference dividends (in Rmb cents):		
(a) Based on weighted average number of ordinary shares in issue; and	0.26	0.19
(b) On a fully diluted basis	0.22	0.19

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Company		Group	
	20070930	20061231	20070930	20061231
Net asset value per ordinary share based on issued share capital at the end of:	0.93	0	1.14	0.57

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:
(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable)seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Group	RMB'000	RMB'000	%	RMB'000	RMB'000	%
	200707-200709	200607-200609	Increase/ (Decrease)	200701-200709	200601-200609	Increase/ (Decrease)
Zipper chain	137,240	106,047	29.41%	374,339	331,950	12.77%
Zipper slider	95,371	82,024	16.27%	287,471	204,126	40.83%
Total Group Revenue	232,611	188,071	23.68%	661,810	536,076	23.45%
Zipper chain	54,008	33,851	59.55%	145,537	128,778	13.01%
Zipper slider	27,420	25,031	9.54%	89,150	63,504	40.38%
Total Gross Profit	81,428	58,882	38.29%	234,687	192,282	22.05%
Zipper chain	39.35%	31.92%		38.88%	38.79%	
Zipper slider	28.75%	30.52%		31.01%	31.11%	
Total Gross Profit Rate	35.01%	31.31%		35.46%	35.87%	

9M07 vs 9M06 (9 months)

Revenue & Gross Profit ("GP")
Group's turnover increased by 23.5% to Rmb 661.8 million from Rmb536.1 million for the 9 months ended 30 September 2006. Group's gross profit for the 9 months under review has also increased by 22.1% to Rmb 234.7 million from Rmb192.3 million for the 9 months ended 30 September 2006.

Zipper Chain
The Zipper Chain segment experienced an increase of 12.8% in turnover mainly attributed to the increase in average selling price in response to the increase in raw material cost. Due to the ability of transferring the increase in material cost to customers, the Group was able to maintain its gross profit margin.

Zipper Slider
The Zipper Slider segment recorded an increase of 40.8% in revenue to Rmb287.5 million compared toRmb204.1 million for the 9 months ended 30 September 2006. The increase was attributed to a marginal increase in sales volume and adjustments of our average selling price in response to the raw material cost increase.

The gross profit for the Zipper Slider segment had increased by Rmb25.7 million (approximately 40.38%) from Rmb63.5 million for the 9 months ended 30 September 2006 to Rmb89.2 million for the 9 months ended 30 September 2007. The gross profit increase was in tandem with the increase of revenue.

Other Income
The increase in other income was due mainly to government grants and subsidy received during the 9 months ended 30 September 2007 which amounted to Rmb1.3 million (Rmb0.1 million for the same period in 06). The increase in government grants and subsidy were partially offset by the decrease in income earned from the sales of scrap from Rmb0.88 million in 06 to Rmb0.08 million in the current period.

Selling & distribution expenses
Our Selling & Distribution expenses comprised mainly entertainment expenses, travelling expenses of our sales & marketing staffs, transportation costs incurred for deliveries to our customers and salaries of our sales & marketing personnel. The increase of Rmb0.32 million for the 9 months ended 30 September 2007 (Rmb2.34 million) compared to the same period of last year (Rmb2.02 million) was due mainly to greater effort made in promoting the finished zipper chains products in the 3Q 07.

General & Administrative expenses
General & Administrative expenses decreased by Rmb30.38 million (approximately 98%) to Rmb2.37 million from Rmb31.01 million for the same period last year. The decrease was due mainly to the write back of doubtful debt provision of Rmb9.9 million compared to a provision of Rmb26.8 million made in the same period last year.

Other Expenses
Our Other expenses increased by Rmb0.5 million from Rmb0.01 million for the 9 months ended 30 September 2006 to Rmb0.51 million for the 9 months ended 30 September 2007. The increase was due to a donation of Rmb0.5 million made in 3Q 2007 to a charity event organized by the Singapore Exchange ("SGX").

Financial Expenses
Financial expenses increased by 62.25% to Rmb9.16 million from Rmb5.65 million for the same period last year. The increase in financial expenses was due mainly to an exchange loss of Rmb3.52 million made in 3rd quarter which related to the remittance of our IPO proceeds from Singapore to our Hong Kong bank account. The IPO proceeds are kept in Hong Kong awaiting further disbursement for our various capital expenditures.

3Q 07 vs 3Q 06 (3 months)

Revenue & Gross Profit ("GP")
The Group's turnover increased 23.68% from Rmb188.1 million in 3Q 06 to Rmb232.6 million in 3Q 07. The Group's gross profit also increased by 38.29% from Rmb58.88 million in 3Q 06 to Rmb81.43 million in 3Q 07.

Zipper Chains
Revenue of Zipper Chains segment recorded a 29.4% increase to Rmb137.2 million from Rmb106.0 million when compared to the same corresponding period. The increase in revenue was due to the increase in average selling price by 8.8% as well as higher sales volume by 19.3% in 3Q 07 compared to 3Q 06. The increase in average selling price was principally attributed to the shift of product mix to focus on production and sale of finished zipper chains that yielded higher margin. As a result, higher GP margin of 39.4% was achieved in 3Q 07 (as compared to 31.9% in 3Q 06)Gross profit for the Zipper Chains segment amounted to Rmb 54.0 million in Q3 2007 which represented an increase of 59.6% compared to that of Q3 06 to Rmb 33.9 million.

Zipper Slider
Revenue of Zipper Slider segment for 3Q 07 increased by Rmb13.4 million or 16.3% to Rmb 95.4 million from Rmb82.0 million in the same period last year. The increase in revenue was attributed to the marginal increase in volume (approximately 5%) and 11.3% increase in average selling price in response to the 16% increase in raw material cost for the 3 months ended 30 September 07 compared to same period in 06. The gross profit for the zipper slider increased by Rmb2.4 million or 9.6% from Rmb25.0 million in 3Q 06 to Rmb27.4 million in 3Q 07. The marginal increase in gross profit as compared to the 16.3% increase in revenue was due to lower gross profit margin caused by the higher increase in material cost.

Other Income
The decrease in other income was mainly due to no sale of scrap in the current 3 months compared to income earned from the sale of scrap for Rmb0.88 million in 06.

Selling & distribution expenses
The increase in Selling & Distribution expenses was due to greater effort made in promoting the finished zipper chains products in Q3 07.

General & Administrative expenses
The General & Administrative expenses decreased by Rmb2.0 million or 25.1% from Rmb7.9 million in 3Q 06 to Rmb5.9 million in 3Q 07. The decrease was due mainly to the write back of doubtful debt provision made in 3Q 07.

Other Expenses
Our increase in other expenses was due to a donation of Rmb0.5 million made in the 3Q 07 to a charity event organized by SGX.

Financial Expenses
The increase in financial expenses was due mainly to an exchange loss of Rmb3.52 million made in 3rd quarter which related to the remittance of our IPO proceeds from Singapore to our Hong Kong bank account.

FINANCIAL POSITION

Non-current assets

As at 30 September 2007, the carrying amount of property, plant and equipment decreased by approximately Rmb3.7 million or 3.5% from approximately Rmb107.4 million as at 30 September 2006. The decrease was due mainly to depreciation charged of Rmb10.9 million for the 9 months ended 30 September 2007 although the Group had purchased additional Rmb7.2 million machinery for the production of finished zipper chains.

Current assets

Current assets increased by approximately Rmb513.9 million or 100.9% from Rmb508.6 million as at 30 September 2006 to Rmb1,022.5 million as at 30 September 2007. The increase was due mainly to the increase in fixed deposits and cash and bank balances of Rmb373.8 million pursuant to the IPO in September 2007. The increases in inventory, trade receivables and other receivables were in line with the increase in revenue.

Current liabilities

Current liabilities decreased by Rmb30.9 million or 14.6% from Rmb271.7 million as at 30 September 2006 to Rmb240.8 million as at 30 September 2007. The decrease was due to the discharge of interest bearing loan amounting to Rmb31.1 million and bills payable to banks amounting to Rmb14.5 million. However, other payables & accruals increased by Rmb23.9 million in 3Q 07 due to accrual of IPO expenses. There was also an amount of Rmb 3.6 million owing to a director in the current year as he had paid some IPO expenses on behalf of the Group from his personal foreign bank account.

CASH FLOW

Cash and cash equivalents increased by Rmb388.4 million for the 9 months ended 30 September 2007 compared to Rmb85.5 million increase in the same period last year. This was due to the proceeds from the issue of new shares of Rmb274.3 million and net cash flows generated from operations of Rmb52.4 million. The increase in cash and cash equivalents were partially offset by the discharge of loans and bill payables of Rmb75.4 million and purchase of property, plant and equipment of Rmb7.2 million.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

No forecast or prospect statement had been disclosed to shareholders previously.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Since 1999, the People's Republic of China ("PRC") has been the world's largest zipper producer, producing about 50% of the world's total output. Statistics from the PRC National Hardware Association have shown that the zipper industry in the PRC has been growing at more than 20% annually since 1999, and we have every reason to expect this to trend to continue, particularly in view of PRC's growing economy.

With demand for zipper products expected to continue its upward trend, the Group believes that it is well-positioned to benefit from the growth in the industry because of its large scale and fully integrated operations. This sets the Group apart from the other 2,000 zipper product manufacturers in the PRC, most of whom are small to mid-sized outfits which do not have the integrated facilities, and are dependent on other zipper component suppliers including Fuxing China.

In fact, the Group is one of the few vertically integrated manufacturers in the PRC, with the capacity and capital to produce the full range of zipper products, from upstream products such as zipper chains and sliders to downstream products such as finished zippers and premium zippers.

Moving ahead, the Group's focus is to move downstream and expand its production capacity for the finished and premium finished zippers as these products generally generate better margins.

In July 2007, using internal funds, the Group had acquired and installed machinery at its existing plant for the production of premium finished zippers. The Group had since started commercial production in October 2007 following the successful completion of trial production. This is expected to raise the Group's FY2006 zipper chain production capacity by 6.0% on an annualized basis.

With the proceeds raised from the IPO, the Group will act on the following expansion plans:

1) Construction of another factory building within its existing premises in Jinjiang City to expand production capacity for premium finished zippers

   Construction has commenced and the factory is expected to be fully operational by the second quarter of FY2008. This is expected to raise the Group's FY2006 zipper chain production capacity by 19.0% on an annualized basis.

2) Set up new production facilities in Qingdao and Shanghai

   To cater to the market in the northern region of the PRC and reach out to a larger base of garment manufacturers, Fuxing China intends to set up additional production facilities for the production of finished zippers and premium finished zippers in Shanghai and Qingdao.

   The Group is in the midst of completing the acquisition of a ready facility in Qingdao. It expects to seal the deal in the fourth quarter of FY2007 and commence production thereafter.

   The Group has also identified a few possible locations to lease or acquire suitable factory premises in Shanghai.

   The new facilities in Qingdao and Shanghai are expected to collectively raise the Group's FY2006 zipper chain production capacity by 8.2% on an annualized basis.

   All of the above mentioned expansion plans for zipper chain production capacity will be geared towards downstream products such as finished zippers and premium finished zippers.

3) Establish new sales offices in Hong Kong, Xiamen and Shanghai to act as added contact points to reach out directly to end customers in the international markets

The Group is pleased to announce that it has leased office premises for its Hong Kong sales office, which commenced operations in October 2007.

In Xiamen, the Group is in the midst of finalizing a leasing agreement for the sales office. Concurrently, it has also identified a suitable sales office for purchase and will be working towards completed the sales and purchase agreement.

The Group will continue to place strong emphasis on product and technical R&D to improve existing product line and improve production process using its extensive range of automated machinery. It will also continue to improve production technology to automate manufacturing processes to shorten production lead time and minimize risks of defects from human error.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

NIL

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

NIL

(c) Date payable

N/A

(d) Books closure date

N/A

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared/recommended for the period ended 30 September 2007.

13. Status of applications for the land use rights and building ownership certificates relating to Land I and Land II

For Land I, the application has been accepted by the Jinjiang State Owned Land Resource Bureau. On 25 of September 2007, Jinjiang State Owned Land Resource Bureau issued a directive to the Group, in which it required the Group to pay a fee of approximately Rmb4.0 million for the change of the land use purpose from agriculture land to industrial land. The official land use right will be granted within 2 weeks from the date of signing the relevant change of land use document and payment date

For Land II, the application for the land use right has been submitted to the Jinjiang City Government upon our payment for the 30% deposit in March 2007. The application is pending approval by the Fujiang Provincial Government before sending to Jinjiang State Owned Land Resource Bureau for final processing.

Notes:

Land I and II – as defined in the "Risk Factors" section of the Company's prospectus dated 13 September 2007

Land I – refers to the adjoining land to the Group's premises currently used for its factory, warehouse office and accommodation

Land II – refers to a new site to be used for the setting up of its head office in Jinjiang City

14. Confirmation By Directors Pursuant to Clause 705(4) of the Listing Manual of SGX-ST.

We confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of Fuxing China Group Limited which may render these interim results for the third quarter ended 30 September 2007 to be false or misleading in any material respect.

On behalf of the Board of Directors

Hong Qing Liang Executive Director & CEO	Hong Peng You Executive Director

BY ORDER OF THE BOARD

Hong Qing Liang
Executive Director & CEO

13 November 2007

Note:

SAC Capital Private Limited was the issue manager for the initial public offer of Fuxing China Group Limited (the "Company"). This announcement has been prepared and released by the Company.