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NEWS RELEASE

Fuxing China 2Q2011 net profit rose 52% to RMB22.6 million

- *1H2011 net profit boosted to **RMB 40.3 million** on revenue of **RMB 345.9 million***
- *2Q2011 gross margin improved 10.8 pts to 28.7%*
- *Maiden contribution from newly acquired dyeing operations with 36.4% gross margin*
- *Strong cash position of RMB 279.1 million*
- *Proposed 1H interim dividend of SGD 0. 2 cent per share*

Financial Highlights

RMB' million	Quarter Ended		Change	Half Year Ended		Change
	30 Jun 11	30 Jun 10		30 Jun 11	30 Jun 10	
Revenue	**177.6**	204.3	-13%	**345.9**	**312.4**	11%
Gross Profit	**50.9**	36.6	39%	**94.7**	**60.0**	58%
Gross Profit Margin (GPM)	**28.7%**	17.9%	10.8 pts	**27.4%**	**19.2%**	8.2pts
Profit from operating activities	**36.7**	25.6	43%	**66.3**	**43.6**	52%
Profit before taxation	**36.5**	24.9	47%	**65.8**	**42.6**	55%
Net profit attr to Equity holders	**22.6**	14.9	52%	**40.3**	**25.8**	56%
Earnings per share* (RMB)	**0.03**	0.02	50%	**0.05**	**0.03**	67%
NTA per share (RMB) as of the period**				**1.36**	**1.31**	**4%**

* Diluted EPS based on weighted average number of shares in issue in 2011: 860,272,000 ordinary shares

** Based on issued share capital as at 30/06/2011 of 860,272,000 shares, equivalent to SGD 26 cts using exchange rate of 5.2311

SINGAPORE – 11 August 2011 – Fuxing China Group Limited ("Fuxing China" or the "Group"), one of the leading vertically-integrated zipper manufacturers and 2nd largest in the PRC, has delivered another set of good results for the three months ended 30 June 2011 ("2Q2011") due to continued economic growth in the PRC and overseas market.

Due to strong demand from local and overseas customers, the Group's 2Q2011 net profit surged 52% to RMB 22.6 million. Revenue decreased 13% to RMB 177.6 million due mainly to the decrease in sale of the Trading Segment. However, the overall gross profit margin improved significantly from 17.9% a year ago to 28.7% in 2Q2011. The strong 2Q2011 performance boosted the Group's 1H2011 net profit by 56% to RMB 40.3 million.

During the quarter under review, sale of the Group's Zipper segment comprising Finished Zippers, Zipper Chains and Zipper Sliders amounted to RMB 154.0 million, up 21% from RMB 127.1 million in the previous corresponding period due to the increase in both quantity and selling price.

Sale from Finished Zippers rose 134% due to continuing marketing efforts on this higher margin segment. Sale from Zipper Chains increased 4% while sale from Zipper Sliders decreased 3% marginally. Trading Segment declined 81% due to the decrease in sales orders in 2Q2011. The 2 newly acquired dyeing business namely Fulong Zipper and Jianxin weaving had their maiden one-month contribution totalling RMB8.6 million in sales with a gross margin of 36.4%.

The Group's gross profit increased 39% to RMB 50.9 million in 2Q2011 due to its better pricing efforts. Overall, Group's gross margin increased from 17.9% in 2Q2010 to 28.7% due largely to a continued increase in gross profit margin of the Zipper segment which reached 30.8% in 2Q2011.

The Group's earnings per share in 1H2011 rose to RMB 5 cents from RMB 3 cents in 1H2010. Net asset value per share increased to RMB 136 cents as at 30 June 2011 from RMB 133 cents at year-end FY210.

Mr Hong Qingliang (洪清凉), Executive Chairman/CEO of Fuxing China commented, ***"The economic climate continued to improve in this quarter. We are pleased to see the achievement after our continuing efforts on promoting Finished Zippers which normally generate higher margin."***

Segmental Review

	3 months Ended			6 months ended		
	30 Jun 2011	**30 Jun 2010**	**Growth**	**30 Jun 2011**	**30 Jun 2010**	**Growth**
REVENUE	**RMB'000**	**RMB'000**	**%**	**RMB'000**	**RMB'000**	**%**
Finished zipper	44,637	19,050	134	68,828	31,019	122
Zipper Chain	69,286	66,461	4	146,805	119,289	23
Zipper Slider	40,108	41,545	(3)	77,875	65,286	19
Dyeing	8,569	-	NM	8,569	-	NM
Trading	14,959	77,007	(81)	43,778	95,601	(54)
Total Group Revenue	177,559	204,338	(13)	345,855	312,397	11
GROSS PROFIT/(LOSS)						
Finished zipper	15,299	5,629	172	22,341	9,033	147
Zipper Chain	17,554	19,245	(9)	40,938	33,960	21
Zipper Slider	14,581	10,437	40	27,452	15,246	80
Dyeing	3,115	-	NM	3,115	-	NM
Trading	337	1,295	(74)	902	1,591	(43)
Total Gross Profit	50,884	36,567	39	94,748	59,961	58
GROSS PROFIT/(LOSS) MARGIN						
	%	**%**	**pts**	**%**	**%**	**pts**
Finished zipper	34.3	29.6	4.7	32.5	29.1	3.4
Zipper Chain	25.3	29.0	(3.7)	27.9	28.5	(0.6)
Zipper Slider	36.4	25.1	11.3	35.4	23.4	12.0
Dyeing	36.4	-	NM	36.4	-	NM
Trading	2.2	1.7	0.5	2.1	1.7	0.4
Average Gross Profit Margin	28.7	17.9	10.8	27.4	19.2	8.2
Zipper Segment Gross Profit Margin	30.8	27.8	3.0	30.9	27.0	3.9

Outlook

With the legal completion of the proposed acquisition of three companies, namely Fulong Zipper, Jianxin Weaving and Fuxin Electroplating, the Group will enjoy additional revenue and profit contribution going forward.

"Despite concerns about the European debt crisis, PRC domestic economy slowdown and high inflation, the PRC's textile and garment market had grown strongly in the first half of this year. However, the recent volatility of the markets implies an uncertainty on the economic outlook of the U.S. and Europe, causing fears of another recession. Couple with

the rising material costs, escalating labor costs and tightening of the bank credit facilities, demand for the Group's zippers for export may be affected. However, we are cautiously optimistic that the demand from domestic consumption of textile, garments, apparels and other consumer goods should continue." said Chairman Hong.

In view of the current market conditions, the Board has decided to terminate its plan for listing of Taiwan Depository Receipts (TDR) on the Taiwan Stock Exchange Corporation.

Barring unforeseen circumstances, the Group is cautiously optimistic of its business outlook and is confident of a profit growth for FY2011.

To reward shareholders' support, the Board proposed an interim dividend for FY2011 of SGD 0.2 cent per ordinary share (tax not applicable).

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About Fuxing China Group Limited

Based in Jinjiang City, Fujian Province, Fuxing China is one of the few vertically-integrated zipper manufacturers and 2nd largest in the PRC, with the ability to manufacture the entire zipper product from mould-making for the production of zipper sliders to manufacturing of fabric tape for zipper chains.

The Group's zipper products are sold mainly to manufacturers of apparel and footwear products, camping equipment, bags and luggages, upholstery and furnishings, trading companies as well as other zipper manufacturers in the PRC.

Fuxing China was awarded the ***PRC Top 10 Famous Zipper Brands*** and the ***Symbolic Brand of China*** award for its "3F" brand. The Group was listed on SGX-ST in September 2007.

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