FUXING CHINA GROUP LIMITED

(Incorporated in Bermuda)
(Company Registration No.: 38973)

UPDATE ON PROPOSED DISPOSAL OF INVESTMENT PROPERTY IN HONG KONG FOR CASH

All capitalized terms used in this announcement, unless otherwise defined herein, shall have the same meanings as ascribed thereto in the Earlier Announcement (defined below).

1. INTRODUCTION

The Board refers to the announcement dated 29 January 2013 ("**Earlier Announcement**") regarding the proposed disposal of the Group's Investment Property namely the entire 16 Floor of Tower II, Enterprise Square No. 9 Sheung Yuet Road, Kowloon in Hong Kong (the "**Proposed Disposal**") to Strong King Limited (the "**Purchaser**"). The Board wishes to provide an update as set out hereinafter.

2. THE FORMAL AGREEMENT FOR SALE AND PURCHASE

2.1. Further to and as provided for in the Provisional Agreement for Sale and Purchase dated 27 January 2013, Fook Hing (or the "**Vendor**") and the Purchaser have executed a formal Agreement for Sale and Purchase dated 9 February 2013 (the "**Formal SPA**") in respect of the Proposed Disposal.

2.2. The additional salient terms of the Formal SPA, are amongst others as follows:-

(i) Upon payment by the Purchaser of the remaining outstanding amount of the Disposal Consideration on the date of legal completion (being 28 November 2013), Fook Hing shall execute an assignment of the Investment Property to the Purchaser free from encumbrances and subject to the terms and conditions of the Formal SPA. Documents of title as are required for the purpose of giving title to the Investment Property will also be delivered to the Purchaser.

(ii) The Investment Property is sold on an "as is" basis.

(iii) Immediately after the signing of the Formal SPA, the Property shall as between the Vendor and the Purchaser be at the Purchaser's risk.

(iv) Fook Hing covenants with the Purchaser that after signing of the Formal SPA, Fook Hing will not further assign, mortgage, charge, let, underlet, lease or arrange for the sharing of the Investment Property or any part or interest thereof or therein, or cause or permit any encumbrance to be effected on the Investment Property or any part or interest thereof or therein;

(v) Fook Hing warrants that it shall not agree to any termination of renewal of the existing tenancies at the Investment Property or any variation or modification of any terms and conditions of terms and conditions of the relevant tenancy agreements without the prior consent of the Purchaser after the signing of Formal SPA; and

(vi) Fook Hing shall upon completion transfer the rental deposit paid by the tenants to the Purchaser.

2.3 Subsequent to the payment of the initial deposit of HK$5,000,000.00, the Purchaser has paid to the Vendor an additional deposit of HK$5,291,540.00 in accordance with the Provisional Agreement for Sale and Purchase dated 27 January 2013 and Formal SPA. The remaining amount of the Disposal Consideration of HK$92,623,860.00 shall be paid on the date of legal completion, being 28 November 2013 at or before 5.00 p.m..

3. FINANCIAL EFFECTS OF THE PROPOSED DISPOSAL

The financial effects of the Proposed Disposal remain the same as disclosed in the Earlier Announcement.

4. CIRCULAR AND DOCUMENTS AVAILABLE FOR INSPECTION

The circular to shareholders of the Company containing further information on the Proposed Disposal (including the salient terms of the Formal SPA) and other related matters, and enclosing the notice of the special general meeting of the Company to be convened to seek the approval of shareholders for the Proposed Disposal, will be despatched by the Company to shareholders in due course.

Copy of the Formal SPA will be made available for inspection during normal business hours at the Singapore office of the Company for three (3) months from the date of this announcement.

5. CAUTION IN TRADING

Shareholders are advised to exercise caution in trading their shares. There is no certainty or assurance as at the date of this announcement that the Proposed Disposal will be completed or that no changes will be made to the terms thereof. The Company will make the necessary announcements when there are further developments on the Proposed Disposal and other matters contemplated by this announcement. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Hong Qing Liang
Executive Chairman and CEO
19 February 2013