FUXING CHINA GROUP LIMITED

(Incorporated in Bermuda)

(Company Registration No.:38973)

RESPONSES TO QUERIES FROM SGX-ST

The Board of Directors of Fuxing China Group Limited (the "Company" or together with its subsidiaries, the "Group") refers to the Group's Annual Report for the financial year ended 31 December 2020 ("Annual Report") released to SGX-ST via SGXNet on 13 April 2021.

The following information is in response to the SGX-ST's queries dated 27 April 2021:

1. **Listing Rule 704(6) provides that an issuer must announce any material adjustments to its preliminary full-year results made subsequently by auditors. We note the following material differences in the financial statements:**
   - **(a) Prepayment for machinery purchase amounted to RMB41.92 million in the Unaudited full-year results decreased to nil in the Annual Report.**
   - **(b) Advances to suppliers amounted to RMB89.77 million in the Unaudited full-year results decreased to nil in the Annual Report.**

Company's responses:

a) Prepayment for machinery purchase of RMB41.92 million was classified as "Non-current assets" in the unaudited full year results announcement. As the prepayment for machinery purchase will be utilised within the next 12 months, the Company's auditor has classified the prepayment for machinery to prepayments under "Current assets-prepayment" in the Annual Report. Please refer to page 81 of the Annual Report, whereby it was disclosed under "Prepayments for property, plant and equipment" under Note 20 of the Notes to Financial Statements as follows:

(Extracted from Note 20 on page 81 of the Annual Report)	RMB'000
Non-current:	
Prepayments for property, plant and equipment	-
Current:	
Advances to suppliers	91,637
Less: loss allowance	(5,122)
	86,515
Prepayments for property, plant and equipment	**41,920**
Prepaid operating expenses	3,251
Total prepayments	131,686

b) Advances to suppliers amounted to RMB89.77 million, which comprised of advances to suppliers of RMB86.52 million and prepaid operating expenses of RMB3.25 million, was classified under "Current assets–prepayment" in the Annual Report. Please refer to page 81 of the Annual Report, whereby it was disclosed under "Advances to suppliers less loss allowance" and "Prepaid operating expenses" respectively under Note 20 of the Notes to Financial Statements. The relevant note was reproduced in the response to query a) above.

FOR AND ON BEHALF OF THE BOARD

Hong Qing Liang
Executive Chairman and Chief Executive Officer
29 April 2021