

FU YU CORPORATION LIMITED
Company Registration Number: 198004601C
(Incorporated in the Republic of Singapore)
(the “Company”)

QUARTERLY UPDATE PURSUANT TO RULE 1313 (2) OF THE LISTING MANUAL

Fu Yu Corporation Limited (the “**Company**”) together with its subsidiaries (the “**Group**”) refers to its announcement dated 2 March 2016 that the Company was placed on the watch-list due to the Minimum Trading Price (the “**MTP**”) Entry Criterion with effect from 3 March 2016.

Pursuant to Rule 1313(2) of the Listing Manual of Singapore Exchange Securities Trading Limited, the Company must, for the period in which it remains on the watch-list, provide the market with a quarterly update on its efforts and the progress made in meeting the exit criteria of the watch-list.

Further to the quarterly updates announced on 13 May 2016 and 12 August 2016, the Board of Directors (the “**Board**”) wishes to inform shareholders that the Company is continuing to work on appropriate initiatives to meet the MTP requirement. The Company has recently engaged an Investor Relations (IR) consultant to embark on a structured IR program to raise the profile of the Company and strengthen the communications of the Company’s business fundamentals and investment merits with the investing audience. In addition, the Company continues to focus on and put in its best efforts to improve the Group’s business fundamentals, profitability and financial position to enhance long-term shareholder value.

As disclosed in the Company’s financial statements for the third quarter ended 30 September 2016 (“3Q16”) which was released on 11 November 2016, the Company has announced the payment of a second interim dividend of 0.25 cent per share. Together with the first interim dividend paid in September 2016, the Company is rewarding shareholders with total interim dividend of 0.50 cents per share for the year-to-date. This translates to a dividend payout ratio of 75.7% of its earnings for the nine months ended 30 September 2016 (“9M16”) which is in line with the Group’s dividend policy to distribute at least 50% of its profits to shareholders.

The Board is monitoring the situation closely and will continue to evaluate the options available to the Company to meet the MTP requirement.

Shareholders can refer to the Company’s financial statements on 11 November 2016 for more information in relation to the Group’s financial performance for 3Q16 and 9M16.

BY ORDER OF THE BOARD
FU YU CORPORATION LIMITED

Teo Meng Keong
Company Secretary
Singapore, 11 November 2016