

FU YU CORPORATION LIMITED
(Company Registration No. 198004601C)
(Incorporated in the Republic of Singapore)
("Company")

**PROPOSED RATIFICATION OF GRANT OF EMPLOYEE SHARE OPTIONS
AND PROPOSED GRANT OF NEW OPTIONS AS REPLACEMENT OPTIONS**

The Company wishes to inform shareholders that it will be convening an extraordinary general meeting of the Company ("**EGM**") to seek shareholders' approval on the aforementioned proposals ("**Proposals**") relating to options previously granted under the Fu Yu Employees Share Option Scheme ("**Scheme**").

The Company will in due course be despatching a circular to shareholders setting out details of the Proposals ("**Circular**") for shareholders' reference and consideration prior to the EGM.

The Company had earlier submitted the draft Circular for review and comments by the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), and has on 15 September 2014 received in-principle clearance of the draft Circular. ***In this regard, shareholders should note that clearance by the SGX-ST is based on the assumption the Proposals comply with the SGX-ST Listing Manual and the Company has disclosed all the information required by the Listing Manual, and the clearance does not imply that the Companies Act (Cap. 50) or any statutory requirements have been complied with. The SGX-ST also does not assume any responsibility for the correctness of any statements made, opinions expressed or reports contained in the Circular.***

In connection with the Proposals, and pursuant to the Company's application, the Company has on 15 September 2014 further received the approval in-principle of the SGX-ST for the listing of and quotation for up to 3,000,000 new ordinary shares in the capital of the Company to be issued pursuant to the exercise of new options to be granted as replacement options for options which had lapsed under the Scheme. The approval in-principle of the SGX-ST is subject to the Company's compliance with the SGX-ST Listing Manual and independent shareholders' approval for the Proposals. ***In this regard, shareholders should note that the approval-in-principle of the SGX-ST to the Company is not to be taken as an indication of the merits of the Proposals, the new options, the new shares, the Company and/or its subsidiaries.***

As mentioned above, more information and details in relation to the Proposals will be set out in the Circular to be despatched to shareholders in due course.

BY ORDER OF THE BOARD

FU YU CORPORATION LIMITED
Low Siew Tian
Company Secretary
Singapore, 16 September 2014