

**FUXING CHINA GROUP LIMITED**  
(Incorporated in Bermuda)  
(Company Registration No: 38973)

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## **REONSE TO QUERIES FROM SGX-ST**

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The Board of Directors of Fuxing China Group Limited (the "Company" or together with its subsidiaries, the "Group") refers to the Group's third quarter and nine months ended 30 September 2012 results announcement released via SGXNet on 12 November 2012.

The following information is provided in response to queries from Singapore Exchange Securities Trading Limited ("SGX-ST"):

***Queries :***

We note that Hong Li Hong (sister of Hong Qing Liang) and Sze Kai Lung have provided personal guarantees to East West Bank for a loan taken by the Group.

Please advise on the identity of Sze Kai Lung, the circumstances leading to the 2 parties providing the guarantee, and if they have or will receive any benefits in kind, commissions or interest from the Group in relation to the guarantee.

***Company's response:***

Mr Sze Kai Lung is an entrepreneur based in Hong Kong who is a personal friend of the Group's Executive Chairman and Chief Executive Officer ("CEO"), Mr Hong Qing Liang.

The personal guarantees were required by East West Bank, Hong Kong Branch in relation to a bank loan facility of HK\$40,000,000 extended to the Company's subsidiary in Hong Kong, namely Fook Hing Group Trading Co., Ltd. ("FHGT"). The said loan facility was also secured by :

- (a) bank deposits placed by FHGT; and
- (b) corporate guarantee by the Company.

At the personal request of Mr Hong Qing Liang, Ms Hong Li Hong and Mr Sze Kai Lung have agreed gratuitously to provide a personal guarantee for the said loan facility.

The 2 individuals, Ms Hong and Mr Sze, have not and will not receive any benefits in kind, commissions or interest from the Group in relation to their respective personal guarantee.

**BY ORDER OF THE BOARD**

Hong Qing Liang  
Executive Chairman and Chief Executive Officer

26 November 2012