

**(I) EFFECTIVE DATE OF THE PROPOSED CAPITAL REDUCTION; AND  
(II) PAYMENT OF THE CASH DISTRIBUTION**

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*Unless otherwise defined, all capitalised terms and references used herein shall bear the same meaning ascribed to them in the Company's circular ("**Circular**") dated 6 April 2021.*

**1. INTRODUCTION**

The Board of Directors (the "**Board**" or "**Directors**") of AEI Corporation Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Circular and the Company's announcements dated 31 December 2020, 11 January 2021, 28 April 2021, 18 May 2021, 20 May 2021, 31 May 2021 and 2 June 2021 in relation to the proposed capital reduction exercise ("**Proposed Capital Reduction**") to be carried out by the Company pursuant to Section 78G, read with Section 78I, of the Companies Act (Cap. 50) of Singapore (the "**Companies Act**") to return to shareholders of the Company ("**Shareholders**") surplus capital of the Company in excess of its needs by way of a cash distribution ("**Cash Distribution**") by the Company to Shareholders of S\$0.36 in cash for each ordinary share in the capital of the Company ("**Share**") held by Shareholders as at 5.00 p.m. on 30 June 2021 (the "**Record Date**").

**2. EFFECTIVE DATE OF THE PROPOSED CAPITAL REDUCTION**

The Board wishes to inform Shareholders that the Company has today lodged the Order of Court approving the Proposed Capital Reduction and Cash Distribution, together with the other documents prescribed under the Companies Act, with the Accounting and Corporate Regulatory Authority ("**ACRA**"), in relation to the Proposed Capital Reduction and Cash Distribution (the "**ACRA Lodgement**").

Following the ACRA Lodgement, the Proposed Capital Reduction and Cash Distribution which was approved by Shareholders at the extraordinary general meeting of the Company held on 28 April 2021 has taken effect today.

Based on the total number of issued Shares of the Company of 87,072,231 Shares (excluding treasury shares) as at the Record Date and following adjustment by rounding down any fractions of a cent to the nearest cent, an aggregate amount of S\$31,346,003.16, based on S\$0.36 for each Share, will be returned to Shareholders pursuant to the Proposed Capital Reduction and Cash Distribution. Consequently, the Company's issued and paid-up share capital has reduced from S\$100,153,881.11 comprising 87,072,231 Shares (excluding treasury shares) to S\$68,807,877.95 comprising 87,072,231 Shares (excluding treasury shares).

**3. PAYMENT DATE**

Payment of the Cash Distribution arising from the Proposed Capital Reduction will be made to the Shareholders on or about 9 July 2021.

By Order of the Board  
**AEI CORPORATION LTD.**

Sun Quan  
Executive Director  
6 July 2021