

**AEI CORPORATION LTD**  
(Registration No: 198300506G)  
(Incorporated in the Republic of Singapore)

**ANNOUNCEMENT**

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**CREDITORS' VOLUNTARY LIQUIDATION OF INDIRECT SUBSIDIARY**

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The Board of Directors (the "**Board**") of AEI Corporation Limited (the "**Company**" and, together with its subsidiaries, the "**Group**") wishes to announce that it is the Company's intention to place the Company's indirect subsidiary, Form Technik Pte. Ltd. ("**FTPL**") under creditors' voluntary liquidation as it cannot by reason of its liabilities continue its business or carry on as a going concern.

The Extraordinary General Meeting and the Creditors' Meeting of FTPL have been fixed for 30 December 2016.

FTPL is 90% owned by AEI (China) Holdings Pte Ltd ("**AEIC**"), a wholly owned subsidiary of the Company, and 10% by a non-controlling shareholder. As announced on 16 December 2015, FTPL had entered into a sale and purchase agreement to dispose its 100% equity interest in Form Technik (Shanghai) Co. Ltd. (FTPL and, together Form Technik (Shanghai) Co. Ltd, the "**FTPL Group**"). The results of the discontinued operations of FTPL Group attributable to the owners of the Company and non-controlling interest were duly reflected in FY 2015 results and in the 1H 2016 results which were announced on 19 February 2016 and 4 August 2016 respectively. In accordance with Singapore Financial Reporting Standards, arising from the liquidation, there will be the elimination of all past and present losses of non-controlling interest in the consolidation of the Group results which would amount to about S\$725,000 and reclassified as losses attributable to the Company for the discontinued operations for FY 2016.

Subject to the above, as the liquidation of FTPL relates to a discontinued business of FTPL Group, there will be no material impact on the net tangible assets or net earnings per share of the Group and the Company for its ongoing operations for the financial period ended 31 December 2016.

The Company will update shareholders via SGXNET on any further development of the liquidation processes as and when appropriate.

Save for the directorship of Mr Tan Chu En Ian and Ms Sinta Muchtar in FTPL and AEIC, none of the Directors or the substantial shareholders of the Company has any interest, direct or indirect, in the above creditors' voluntary liquidation of FTPL, other than through their shareholding (if any) in the Company.

**BY ORDER OF THE BOARD**

Ngiam Zee Moey  
Foo Soon Soo  
Company Secretaries

Singapore, 14 December 2016