

AEI CORPORATION LTD.
(Company Registration No. 198300506G)
(Incorporated in the Republic of Singapore)

- (1) **COMPLETION OF THE BUSINESS TRANSFER AGREEMENT IN RELATION TO THE SALE AND TRANSFER OF BUSINESS AND ASSETS TO AEI CORPORATION (SINGAPORE) PTE. LTD.**

 - (2) **INCREASE OF ISSUED AND PAID-UP SHARE CAPITAL IN AEI CORPORATION (SINGAPORE) PTE. LTD.**
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*Unless otherwise defined, all capitalised terms used in this announcement shall have the meanings given to them in the announcement dated 6 April 2015 (“**Announcement**”).*

Further to the Announcement and the approval of the Shareholders at the extraordinary general meeting held on 27 April 2015, the Board of Directors of AEI Corporation Ltd. (“**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce the completion of the Business Transfer Agreement in relation to the sale and transfer of the Business and the Assets to AEI Corporation (Singapore) Pte. Ltd. (“**AEICS**”), a wholly-owned subsidiary of the Company.

In accordance with the Business Transfer Agreement, the purchase consideration for the sale and transfer of the Business and the Assets is S\$13,420,146 subject to accounting adjustments in the books of the Company based on the net book value as recorded at 30 June 2015, and which consideration has been satisfied wholly by the allotment and issuance of 16,346,581 ordinary shares of S\$1 each in the capital of AEICS (“**Consideration Shares**”) to the Company, credited as fully paid.

The Company has simultaneously subscribed for an additional 3,653,417 ordinary shares of S\$1 each in the capital of AEICS (“**Subscription Shares**”) for an aggregate cash consideration of S\$3,653,417. The subscription was funded through the internal resources of the Company and is not expected to have any material impact on the net tangible assets or earnings per share of the Group for the current financial year ending 31 December 2015.

Following the allotment and issuance of the Consideration Shares and the Subscription Shares to the Company, the issued and paid-up share capital of AEICS has increased from S\$2 to S\$20,000,000.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the aforesaid transactions, other than through their respective shareholdings in the Company (if any).

BY ORDER OF THE BOARD

Ngiam Zee Moey
Company Secretary
23 October 2015