AEM Holdings Ltd
(Registration No. 200006417D)

QUERY REGARDING TRADING ACTIVITY

The Board of Directors of AEM Holdings Ltd (the "Company") refers to the query from the Singapore Exchange ("SGX-ST") regarding the unusual price movements in the Company's shares recently. Our replies to SGX-ST queries are as follows:

SGX's Question 1 - ***Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? – Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples. If yes, the information must be announced immediately.***

The Company has during the period from 6 October 2016 to 4 January 2017 been providing the public via its SGXNET announcements regarding its sales order book balance. The sales order book balance has increased from S$38.3 million as at 5 October 2016 to S$84.5 million as at 1 January 2017. The outstanding sales orders are for equipment and kits to be delivered in this financial year and are expected to contribute positively to the financial performance of the Company in FY2017.

The Company conducts regular reviews of the strategic options available with a view to enhance shareholder value from time to time. There is no assurance that any transaction will materialise from the strategic review and the Company will make an appropriate announcement in the event of any material development.

Shareholders of the Company are advised to refrain from taking any action in respect of their shares or other securities of the Company which may be prejudicial to their interests, and to exercise caution when dealing in such shares or other securities.

SGX's Question 2 - ***Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.***

The Company is not aware of any other possible explanation for the trading activity that happened recently.

SGX's Question 3 - ***Can you confirm your compliance with the listing rules and, in particular, listing rule 703?***

The Company confirms that it is in compliance with the listing rules and, in particular, listing rule 703.

BY ORDER OF THE BOARD

Charles Cher Lew Siang
Chief Executive Officer
16 February 2017