

AVI-TECH ELECTRONICS LIMITED
Incorporated in the Republic of Singapore
(Company Registration No. 198105976H)
(the “Company”)

NOTICE OF BOOKS CLOSURE DATE FOR THE SHARE CONSOLIDATION OF EVERY TWO (2) EXISTING ORDINARY SHARES IN THE CAPITAL OF THE COMPANY INTO ONE (1) ORDINARY SHARE

Unless otherwise defined, all capitalised terms shall bear the same meanings ascribed to them in the Circular (as defined herein).

1. INTRODUCTION

- 1.1 The Board of Directors of the Company refers to the announcements released on 2 September 2015 and 22 September 2015 and the circular to Shareholders dated 12 October 2015 (the “**Circular**”) in relation to the share consolidation of every two (2) existing issued ordinary shares (the “**Shares**”) in the capital of the Company (including treasury shares) into one (1) ordinary share (the “**Consolidated Share**”), fractional entitlements to be disregarded (the “**Share Consolidation**”).
- 1.2 The Share Consolidation was approved by Shareholders at the EGM held on 27 October 2015.

2. NOTICE OF BOOKS CLOSURE DATE

- 2.1 **NOTICE IS HEREBY GIVEN** that the Register of Members and the share transfer books of the Company will be closed at 5.00 p.m. on 20 November 2015 (the “**Books Closure Date**”) for the purpose of determining the entitlements of Shareholders to the Consolidated Shares pursuant to the Share Consolidation.
- 2.2 On the Books Closure Date, every two (2) existing issued Shares registered in the name, or standing to the credit of the securities account, of each Shareholder or Depositor (as the case may be) as at the Books Closure Date will be consolidated into one (1) Consolidated Share. Each Consolidated Share will rank *pari passu* in all respects with each other. The Consolidated Shares will be traded in board lots of 100 Consolidated Shares.
- 2.3 **Shareholders should note that the number of Consolidated Shares which they will be entitled to pursuant to the Share Consolidation, based on their holdings of Existing Shares as at the Books Closure Date, will be rounded down to the nearest whole Consolidated Share and any fractions of a Consolidated Share arising from the Share Consolidation will be disregarded. Fractions of a Consolidated Share arising from the Share Consolidation will be aggregated and dealt with in such manner as the Directors may, in their absolute discretion, deem appropriate in the interests of the Company, including (i) disregarding, or (ii) aggregating and selling the same and retaining the net proceeds for the benefit of the Company. Affected Shareholders will not be paid for any fractions of a Consolidated Share which are disregarded. Shareholders who hold less than two (2) Existing Shares as at the Books Closure Date will not be entitled to any Consolidated Shares and will no longer be Shareholders upon completion of the Share Consolidation. Such Shareholders who wish to remain as Shareholders upon completion of the Share Consolidation are advised to purchase additional Existing Shares so as to increase the number of Existing Shares held to a multiple of two (2) Shares prior to the Books Closure Date.**

2.4 The Share Consolidation will have no impact on the dollar value of the issued and paid-up share capital of the Company. The Share Consolidation will not involve the diminution of any liability in respect of unpaid capital or the payment to any Shareholder of any paid-up capital of the Company, and has no effect on the Shareholders' funds of the Group. Shareholders are not required to make any payment to the Company in respect of the Share Consolidation.

2.5 Shareholders are not required to make any payment to the Company in respect of the Share Consolidation.

3. SHARE CERTIFICATES

3.1 Deposit of Share Certificates with CDP

3.1.1 Shareholders who hold physical share certificates for the Existing Shares in their own names ("**Old Share Certificates**") and who wish to deposit the same with CDP and have their Consolidated Shares credited to their Securities Accounts maintained with CDP, must deposit their Old Share Certificates with CDP, together with duly executed instruments of transfer in favour of CDP, no later than twelve (12) Market Days prior to the Books Closure Date.

3.1.2 After the Books Closure Date, CDP will only accept the deposit of share certificates for Consolidated Shares ("**New Share Certificates**"). Shareholders who wish to deposit their share certificates with CDP after the Books Closure Date must first deliver their Old Share Certificates to the Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623 for cancellation and issuance of New Share Certificates in replacement thereof as described below.

3.2 Issue of New Share Certificates

3.2.1 Shareholders who have deposited their Old Share Certificates with CDP at least twelve (12) Market Days prior to the Books Closure Date need not take any action. The Company will make arrangements with CDP to effect the exchange for New Share Certificates pursuant to the Share Consolidation.

3.2.2 Shareholders who have not deposited their Old Share Certificates as aforesaid or who do not wish to deposit their Old Share Certificates with CDP are advised to forward all their Old Share Certificates to the Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. at 50 Raffles Place, #32-01 Singapore Land Tower, Singapore 048623 as soon as possible after they have been notified of the Books Closure Date for cancellation and exchange for New Share Certificates. No receipt will be issued by the Share Registrar upon receipt of any Old Share Certificates. The New Share Certificates will be sent by ordinary mail to the registered addresses of Shareholders at their own risk within ten (10) Market Days from the Books Closure Date or the date of receipt of the Old Share Certificates, whichever is later.

3.2.3 Shareholders should note that New Share Certificates will not be issued to Shareholders unless their Old Share Certificates have already been tendered to the Share Registrar for cancellation.

3.2.4 Shareholders should notify the Share Registrar if they have lost any of their existing Old Share Certificates or if there is any change in their respective addresses from that reflected in the Register of Members of the Company.

3.3 Share Certificates not valid for settlement of trades on the Mainboard of the SGX-ST

3.3.1 Shareholders are reminded that their physical share certificates are not valid for settlement of

trading in the Shares on the Mainboard of the SGX-ST, as the Company is under a book-entry (scripless) settlement system, but will continue to be accepted by the Share Registrar for cancellation and issue of New Share Certificates in replacement thereof for an indefinite period. The New Share Certificates will not be valid for delivery for trades done on the Mainboard of the SGX-ST although they will continue to be *prima facie* evidence of legal title.

4. TRADING ARRANGEMENTS FOR THE CONSOLIDATED SHARES AND ODD LOTS

4.1 Trading Arrangements for the Consolidated Shares

- 4.1.1 With effect from 9.00 a.m. on 18 November 2015 (the “**Effective Trading Date**”), trading in the Shares will be in board lots of 100 Consolidated Shares. Accordingly, two (2) Existing Shares as at 5.00 p.m. on the Market Day immediately preceding the Effective Trading Date will represent one (1) Consolidated Share with effect from 9.00 a.m. on the Effective Trading Date. Trading in the Existing Shares will cease after 5.00 p.m. on the Market Day immediately preceding the Effective Trading Date.

4.2 Trading Arrangements for Odd Lots

- 4.2.1 All fractional entitlements arising upon the implementation of the Share Consolidation will be aggregated and dealt with in such manner as the Directors may, in their absolute discretion, deem appropriate in the interests of the Company, including (i) disregarding, or (ii) aggregating and selling the same and retaining the net proceeds for the benefit of the Company.
- 4.2.2 The Existing Shares are currently traded in board lots of 100 Shares in the ready market. Following the completion of the Share Consolidation, the Securities Accounts maintained with CDP of Shareholders (being Depositors) may be credited with odd lots of the Consolidated Shares (that is, lots other than board lots of 100 Consolidated Shares). The market for trading of such odd lots of Consolidated Shares may be illiquid and at a discount. Shareholders who receive odd lots of Consolidated Shares pursuant to the Share Consolidation and who wish to trade such odd lots of Consolidated Shares on the SGX-ST may wish to do so on the existing unit share market which allows for trading in odd lots with a minimum size of one (1) Consolidated Share on the SGX-ST. The unit share market will enable trading in odd lots in any quantity less than one (1) board lot of the underlying Consolidated Shares in the ready market.
- 4.2.3 Shareholders who hold odd lots of less than 100 Shares in the Company may find difficulty and/or have to bear disproportionate transaction costs in realising the fair market price of such Shares.

5. INDICATIVE TIMETABLE OF KEY EVENTS

The table below sets out the indicative timetable for the Share Consolidation:

Time and Date	Event
12 November 2015 (Thursday)	Announcement of Notice of Books Closure Date
5.00 p.m. on 17 November 2015 (Tuesday)	Last date and time for trading of the existing issued Shares on a pre-consolidated basis
9.00 a.m. on 18 November 2015 (Wednesday)	Effective Trading Date (commencement of trading of the Consolidated Shares on the Mainboard of the SGX-ST)

5.00 p.m. on 20 November 2015 (Friday)	Books Closure Date
9.00 a.m. on 23 November 2015 (Monday)	Effective Consolidation Date (date on which the Share Consolidation becomes effective)

The above timeline is indicative and subject to change. Any change to the indicative timeline will be announced by the Company via SGXNET.

6. CONTACT INFORMATION

- 6.1 The address of the Share Registrar of the Company, Boardroom Corporate & Advisory Services Pte Ltd, is as follows:

Boardroom Corporate & Advisory Services Pte Ltd
50 Raffles Place
#32-01 Singapore Land Tower
Singapore 048623

- 6.2 The address of CDP is as follows:

The Central Depository (Pte) Limited
9 North Buona Vista Drive
#01-19/20 The Metropolis
Singapore 138588

BY ORDER OF THE BOARD

Khor Thiam Beng
Chairman
12 November 2015