

THE PROPOSED CAPITAL REDUCTION – APPROVAL BY THE HIGH COURT OF SINGAPORE

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 its Circular 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 for each ordinary share (“**Share**”) held by the Shareholders.

At an extraordinary general meeting of the Company held on 28 April 2021, the Shareholders had approved the Proposed Capital Reduction and the Cash Distribution.

2. APPROVAL BY THE HIGH COURT

The Board is pleased to announce that the Proposed Capital Reduction and Cash Distribution was approved unconditionally by the High Court of the Republic of Singapore on 18 May 2021.

There are no other outstanding conditions to the Proposed Capital Reduction and Cash Distribution. Accordingly, the Proposed Capital Reduction and Cash Distribution will become effective upon the lodgement by the Company of the Order of Court approving the Proposed Capital Reduction and Cash Distribution, together with such other documents prescribed under the Companies Act, with the Accounting and Corporate Regulatory Authority.

The exact entitlements of the Shareholders to the Cash Distribution will be determined as at the books closure date to be determined by the Directors.

3. FURTHER ANNOUNCEMENTS

The Company will make further announcements via SGXNet on the books closure date and as and when there are material developments in respect of the Proposed Capital Reduction and the Cash Distribution. Shareholders are advised to exercise caution in trading their Shares and to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stock-brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board
AEI CORPORATION LTD.
Sun Quan
Executive Director
18 May 2021