

PROPOSED SALE OF 12 PENJURU LANE – TERMINATION OF PROPOSED SALE

Unless otherwise stated, all capitalised terms used in this announcement shall have the meanings ascribed to them in the Sale Announcement (as defined below)

1. Introduction

The board of directors (the “**Board**” or “**Directors**”) of AEI Corporation Ltd. (the “**Company**”) refers to its announcement dated 31 August 2018 (“**Sale Announcement**”) in relation to the Option Agreement for the Proposed Sale of the Property, 12 Penjuru Lane Singapore 609192.

2. Termination of Proposed Sale

Under the Option Agreement, in the event the conditions precedent to the Proposed Sale are not obtained by 30 November 2018, either the Purchaser or the Company may elect by notice in writing to the other Party to terminate the Proposed Sale and upon service of such written notice on the other party, the Proposed Sale shall be deemed terminated.

The Board wishes to announce that the conditions precedent to the Proposed Sale have not been fulfilled to date. To facilitate the Company making the Property available for sales on the open market, the Company had on 1 July 2019 issued written notice to the Purchaser to terminate the Proposed Sale. Following termination, the Option Fee and Exercise Moneys would be refunded by the Company to the Purchaser in accordance with the Option Agreement.

3. Financial Impact of the Termination

The termination of the Proposed Sale is not expected to have any material impact on the financial performance of the Company for the financial year ending 31 December 2019.

Shareholders are advised to exercise caution in trading their Shares. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

The Directors (including any Director who may have delegated detailed supervision of the preparation of this announcement) collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries that to the best of their knowledge and belief, the facts stated and opinions expressed herein are fair and accurate in all material respects as at the date hereof and that this announcement constitutes full and true disclosure of all material facts about the Proposed Sale, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading.

By Order of the Board

Tan Chu En Ian
Executive Director and Chief Executive Officer

2 July 2019