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

ANNOUNCEMENT

PROFIT GUIDANCE

The Board of Directors (the **"Board**") of AEI Corporation Ltd (the **"Company**" and together with its subsidiaries, the **"Group**") wishes to announce that, following a preliminary review of the unaudited consolidated financial results for the half year ended 30 June 2016, the Group expects to report an operating loss for this period.

The operating loss was mainly attributable to lower sales due to weak demand from the core sectors and challenging market conditions as well as foreign exchange losses for HY2016.

The Company is in the process of finalizing the Group results and will provide further details of the Group's performance when it announces its unaudited financial results for the period ended 30 June 2016 by 14 August 2016.

By Order of the Board

Ngiam Zee Moey Foo Soon Soo Company Secretaries

Singapore, 28 July 2016