

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

ANNOUNCEMENT

PROPOSED CONSOLIDATION OF EVERY TEN (10) EXISTING ISSUED ORDINARY SHARES IN THE CAPITAL OF THE COMPANY INTO ONE (1) ORDINARY SHARE

*Unless otherwise defined, all capitalised terms in this announcement shall bear the same meaning as in the circular to shareholders of AEI Corporation Ltd. dated 10 April 2015 (“**Circular**”).*

1. INTRODUCTION

The Board of Directors (the “**Directors**”) of the Company refers to its announcement dated 13 March 2015, 6 April 2015 and 29 April 2015 and the Circular relating to, *inter alia*, the proposed consolidation of every ten (10) existing Shares held by Shareholders as at the Books Closure Date into one (1) Consolidated Share, fractional entitlements to be disregarded (“**Proposed Share Consolidation**”).

2. BOOKS CLOSURE DATE

- 2.1 As announced by the Company on 29 April 2015, the Register of Members of the Company has closed at 5.00 p.m. on 8 May 2015 (“**Books Closure Date**”) in order to determine the entitlements of Shareholders for purposes of the Proposed Share Consolidation.
- 2.2 After the Books Closure Date, every ten (10) existing 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 to constitute one (1) Consolidated Share, fractional entitlements to be disregarded. Each Consolidated Share will rank *pari passu* in all respects with each other. The Consolidated Shares will be traded in board lots of 100 Shares.
- 2.3 The Proposed Share Consolidation will be effective from 9.00 a.m. on the Market Day immediately following the Books Closure Date, being 11 May 2015, (“**Share Consolidation Effective Date**”) whereupon the Register of Members of the Company and the Depository Register will be updated to reflect the number of Consolidated Shares held by each Shareholder based on their shareholdings in the Company as at the Books Closure Date.
- 2.4 Shareholders should note that the number of Consolidated Shares which they will be entitled to pursuant to the Proposed 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 fractional entitlement shall be disregarded.

3. TRADING ARRANGEMENTS FOR THE CONSOLIDATED SHARES

Notwithstanding that the Proposed Share Consolidation will become effective only on the Share Consolidation Effective Date (i.e. 11 May 2015), the trading of shares of the Company (on the pre-consolidated basis) had ceased at 5.00 p.m. on 5 May 2015 and the Company had begun trading in board lots of 100 Consolidated Shares at 9.00 a.m. on 6 May 2015 (“**Effective Trading Date**”).

4. TRADING ARRANGEMENTS FOR ODD LOTS OF CONSOLIDATED SHARES

The Existing Shares are currently traded in board lots of 100 Shares in the ready market. Following the completion of the Proposed 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). Shareholders who receive odd lots of Consolidated Shares pursuant to the Proposed Share Consolidation and who wish to trade on the temporary odd lot counter set up by the Company to trade in board lots of on Consolidated Share may do so for a period of two (2) months from the Effective Trading Date. Thereafter, Shareholders can trade in odd lots with a minimum size of one (1) Consolidated Share on the SGX-ST's unit share market. The unit share market will enable trading in odd lots in any quantity less than one board lot of the underlying shares in the not a ready market. The market for trading of such odd lots of Consolidated Shares may be illiquid.

5. TIMETABLE

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

Date (Time)	Event
29 April 2015	Announcement of notice of Books Closure Date
5 May 2015	Last day for trading of existing Shares on pre-consolidated basis
6 May 2015 (from 9.00 a.m.)	Effective Trading Date (commencement of trading of Consolidated Shares)
8 May 2015 (at 5.00 p.m.)	Books Closure Date
11 May 2015 (from 9.00 a.m.)	Share Consolidation Effective Date

6. CAUTION IN TRADING

Meanwhile, Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Company's securities up to 11 May 2015. When in doubt, Shareholders and potential investors should seek independent advice from their bankers, stockbrokers, solicitors or other professional advisers.

BY ORDER OF THE BOARD

Ngiam Zee Moey
Company Secretary

8 May 2015