

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

ANNOUNCEMENT

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

AEI Corporation Ltd (the “**Company**” and together with its subsidiaries, the “**Group**”) was placed on the watch-list under the financial entry criteria pursuant to Rule 1311(1) of the Listing Manual of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) on 4 December 2019.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors (the “**Board**”) of the Company wishes to provide an update as follows:

(1) Proposed acquisition of 100% shareholding interest in MTBL Global Pte Ltd

Reference is made to the Company’s announcement on 31 December 2020 on the proposed acquisition of the entire issued shares in the share capital of MTBL Global Pte. Ltd. (“**MTBL**”) which is subject to shareholders’ approval at an extraordinary general meeting (“**EGM**”)

The circular to shareholders containing further information on the proposed acquisition and the notice of the EGM submitted to the Singapore Exchange is still pending clearance. Since the last quarterly update to shareholders on 1 October 2021, the Company has been proactively following up with the Singapore Exchange.

The Company will make the relevant announcements to update the shareholders on the EGM when clearance is obtained from the Singapore Exchange.

(2) Financial performance and financial position

The Group reported a net profit after tax of \$15.6 million for 1H FY2021 as compared to a loss of \$2.2 million for 1H FY2020. The Group’s cash and cash equivalents as at 30 June 2021 were \$74.1M compared with \$30.9M as at 30 June 2020.

Please refer to the unaudited financial statements of the Group for the half year ended 30 June 2021 released on SGXNET on 12 August 2021 for more details.

The COVID-19 situation continues to evolve, and is expected to continue to impact negatively the existing operations of the Company. With the proposed acquisition of MTBL, the new liquor and beverage business which the Group is seeking to diversify into, will have potential to drive the Group’s revenue and profitability.

(3) Update on future direction and other material development

The Group has embarked on a business diversification strategy with the proposed acquisition of MTBL. It will also continue to seek other opportunities in potential profitable businesses to expand and grow the Group.

BY ORDER OF THE BOARD

Lum Soh Ping
Foo Soon Soo
Company Secretaries

31 December 2021