

Appendix 3X

Initial Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

Name of entity: ADVANCED ENGINE COMPONENTS LIMITED
ACN: 009 081 770

We (the entity) give ASX the following information under listing rule 3.19A.1 and as agent for the director for the purposes of section 205G of the Corporations Act.

Name of Director	C Daniel Wu
Date of appointment	7 August 2003

Part 1 - Director's relevant interests in securities of which the director is the registered holder

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

Number & class of securities
Nil

+ See chapter 19 for defined terms.

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Part 2 – Director's relevant interests in securities of which the director is not the registered holder

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Name of holder & nature of interest	Number & class of Securities
<p>Note: Provide details of the circumstances giving rise to the relevant interest.</p> <p>698 CAPITAL INTERNATIONAL LIMITED – a company associated with Dr Wu</p>	<p>128,567,799 ordinary fully paid shares at the date of appointment.</p>

Part 3 – Director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

Detail of contract	Loan of \$2.6 million advanced to Advanced Engine Components Limited (AEC) by Commonwealth Equity Limited, a company associated with Mr Wu, repayable by 20 June 2004 and secured to \$2.1 million by a fixed and floating charge over AEC.
Nature of interest	Mr Wu is a shareholder of the ultimate holding company of Commonwealth Equity Limited,
Name of registered holder (if issued securities)	NA
No. and class of securities to which interest relates	NA

+ See chapter 19 for defined terms.