

**ADVANCED ENGINE COMPONENTS LIMITED**

ACN: 009 081 770

14 ENERGY STREET
PO BOX 3126
MALAGA 6090
WESTERN AUSTRALIA

TEL: +61 8 9209 6900
FAX: +61 8 9209 6999

17 May 2004

Company Announcements Office
The Australian Stock Exchange Limited
Exchange Centre
20 Bond Street
SYDNEY NSW 2000

By: e-lodgement

Dear Sir/Madam

Re: GENERAL MEETING CANCELLED

On 16 April 2004 the Company dispatched a Notice of Meeting of Shareholders to be held on 20 May 2004. The purpose of the meeting was to seek shareholder approval for the Company Restructure announced to the market on 5 February 2004.

The Board today resolved to reconsider the terms of the restructure. Further information will be announced to the market when the final terms of the restructure are determined.

As a result the meeting called for 20 May 2004 has been cancelled.

For further information contact Tony Middleton on 61 8 9209 6900.

Yours sincerely

A handwritten signature in dark ink, appearing to read 'N. Schmidt', written in a cursive style.

Nerida Schmidt
Company Secretary