

**ADVANCED ENGINE COMPONENTS LIMITED**

ACN: 009 081 770



Quality
Endorsed
Company
ISO 9001 Lic. 13706
SAI Global

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24 December 2004

Company Announcements Office
The Australian Stock Exchange Limited

By: e-lodgement

Dear Sir/Madam

Re: AEC EXTENSION OF PROSPECTUS OFFER

Advanced Engine Components Limited ("AEC" or "the Company") has issued a Prospectus to raise \$3.5 million.

The Offer had been due to close at 5pm today (24 December 2004). The Board of the Company, in conjunction with D.J. Carmichael Pty Limited (the Lead Manager), has resolved to extend the Closing Date of the Offer for a further period of four weeks to Friday, 21 January 2005.

The priority right to existing shareholders of the Company under the Prospectus is also extended for the same period to Friday, 21 January 2005.

For further information in relation to the Prospectus, please contact Mr Tony Middleton - Managing Director on 61 8 9209 6900.

Yours faithfully

Simon Storm
Company Secretary