



ADVANCED ENGINE COMPONENTS LIMITED

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Company Announcements Office
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Placement & Debt Restructure Completed and Directors Appointed

Advanced Engine Components Limited ("ACE" or "the Company") is pleased to announce the completion of the placement to Mr Vivekananthan M.V. Nathan raising \$1,200,000 at 5.5cents per share as announced on 28 January 2010. ACE will provide full details of the rights issue to shareholders at the same price as the placement of 5.5cents per share later this month.

The Company also confirms that the debt restructure outlined in that announcement has been completed with formal documents now executed by ACE. In addition to the restructure, the Company's major lender 698 Capital Asia Pacific Ltd agreed to extend the available sales financing facility to the Company by a further \$800,000 on existing terms.

With completion of the placement, ACE announces the appointment of Mr Nathan and Mr Gathani as non-executive Directors of the Company effective today.

Mr Nathan (Vivekananthan M.V. Nathan) is the Deputy Executive Chairman of Deleum Berhad ("Deleum") a Malaysian based public listed company. Deleum was incorporated in November 2005 and acquired Delcom Services Sdn Bhd (DSSB). Mr Nathan was appointed a Deleum director on 21 December 2005. DSSB has been supplying a diverse range of supporting specialised products and services to the oil and gas industry for over 25 years. Mr Nathan is a co-founder of DSSB.

He joined ESSO Malaysia in 1962 in the Instrumentation and Electrical Engineering Services Department and undertook assignments at ESSO refineries in Malaysia and Thailand. He then worked for Mobil Refinery, Singapore and subsequently as Project Engineer with Avery Laurence (S) Pte Ltd on various projects in Brunei, Thailand and Indonesia and also attended training in Japan with Yokogawa Electric Works. He later joined Teledyne Inc. and was based in the USA for training in management before being posted as its Marketing Director of the Far East Operations. In 1982, together with his founding partners he spearheaded DSSB's venture into the oil and gas industry and was appointed as its Managing Director and later re-designated as President.

Mr Nathan is a Council Member of the Malaysian Gas Association and sits on the boards of World Gas Conference (WGC) 2012, Malaysia Deepwater Production Contractors Sdn Bhd and Malaysia Deepwater Floating Terminal (Kikeh) Ltd.



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Mr Gathani (Manharlal Bhaichand Gathani Jain) is a Director of PKF Tax Services Sdn Bhd in Malaysia and a Fellow of the Malaysian Institute of Taxation. He joined the Inland Revenue Board of Malaysia (IRB) soon after completing his Bachelor of Arts at the University of Malaya. His long service culminated in the Directorship of the East Malaysian IRB office of Sabah in 1975. He was awarded the "Ahli Darjah Setia Kinabalu" (ADSK) title by the Yang Di Pertua Sabah in 1978. He has successfully integrated his long civil service career with a successful professional practice since his departure from the IRB. Mr Gathani's experience and interpretation of the tax laws have gained him wide recognition in the business community. He has acted as an advisor to a number of corporations for all kinds of strategic tax and business related matters. He has also served in the publication committee of the Malaysian Institute of Taxation.

Mr Nathan's and Mr Gathani's knowledge, experience and networks, in the South Asia region in particular, will add significant strengths to the ACE Board.

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