

19 June 2015

ASX Limited
Level 8, Exchange Plaza
2 The Esplanade
PERTH WA 6000

Via e-lodgement

ADVANCED ENGINE COMPONENTS LIMITED
(Subject to Deed of Company Arrangement)
(‘the Company’)
ACN 009 081 770

CONSOLIDATION OF CAPITAL COMPLETED

We wish to advise that the fully paid ordinary shares of the Company have been consolidated in accordance with Section 254H of the Corporations Act on a one (1) for forty (40) basis as approved by shareholders at the General Meeting of shareholders held on 5 June 2015.

Notices to existing shareholders detailing their pre and post consolidation share holdings were mailed on 17 June 2015.

We detail hereunder the pre and post consolidation balance of issued shares of the Company:

Pre-Consolidation Number of Shares	203,683,388
Post Consolidation Number of Shares	5,092,289

Please note, where a fractional entitlement occurred in the consolidation, the Directors rounded that fraction up to the nearest whole share.

If you have any queries regarding the consolidation, please contact Automic Registry Services Pty Limited on +61 8 9324 2099.

Yours faithfully

Jack James
Deed Administrator