

CEI CONTRACT MANUFACTURING LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199905114H)

THE PROPOSED CONSOLIDATION OF EVERY FOUR (4) EXISTING ISSUED ORDINARY SHARES IN THE CAPITAL OF THE COMPANY HELD BY SHAREHOLDERS OF THE COMPANY AT A BOOKS CLOSURE DATE TO BE DETERMINED, INTO ONE (1) ORDINARY SHARE IN THE CAPITAL OF THE COMPANY, FRACTIONAL ENTITLEMENTS TO BE DISREGARDED

- RECEIPT OF APPROVAL IN-PRINCIPLE FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED

Unless otherwise defined in this announcement, all capitalized terms used in this announcement shall have the meanings ascribed to them in the Company's announcement made on 12 February 2015 in relation to the Proposed Share Consolidation.

1. INTRODUCTION

The Board of Directors of CEI Contract Manufacturing Limited (the “**Company**”) refers to its announcement made on 12 February 2015 (the “**Announcement**”) in relation to the proposed share consolidation (“**Proposed Share Consolidation**”) of every four (4) ordinary shares in the capital of the Company as at a books closure date to be determined by the Directors into one (1) consolidated share (“**Consolidated Share**”), fractional entitlements to be disregarded.

2. RECEIPT OF APPROVAL IN-PRINCIPLE FROM THE SGX-ST FOR THE PROPOSED SHARE CONSOLIDATION

The Board is pleased to announce that the Company has on 17 March 2015 received the approval in-principle (the “**AIP**”) from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) for the listing and quotation of up to 87,934,226 Consolidated Shares on the Main Board of the SGX-ST.

The AIP is subject to the following conditions:-

- (a) Compliance with the SGX-ST's listing requirements; and
- (b) Shareholders' approval being obtained, at the extraordinary general meeting (the “**EGM**”) to be convened for the Proposed Share Consolidation.

The AIP, being one of the conditions to which the Proposed Share Consolidation is subject, as disclosed in the Announcement, has hence been satisfied.

The AIP is not to be taken as an indication of the merits of the Proposed Share Consolidation, the Consolidated Shares, the Company and/or its subsidiaries.

3. DISPATCH OF CIRCULAR

A circular containing, *inter alia*, the notice of the EGM and the details of the Proposed Share Consolidation will be dispatched to the shareholders in due course.

4. FURTHER ANNOUNCEMENTS

The Company will make further announcements relating to the Proposed Share Consolidation in due course.

By Order of the Board
CEI Contract Manufacturing Limited

Teo Soon Hock
Company Secretary
17 March 2015