

General Announcement

Reference No **AC-080121-40953**

Company Name : **AIC CORPORATION BERHAD**
Stock Name : AIC
Date Announced : 21/01/2008

Type : Announcement
Subject : AIC CORPORATION BERHAD ("AIC" OR "THE COMPANY")
PROPOSED DIVESTMENT OF SUBSIDIARIES
Contents : We refer to our announcement dated 19 September 2007 in relation to the Proposed Divestment ("Announcement"). Unless otherwise defined, the definitions set out in the Announcement shall apply herein.

On behalf of the Board of Directors of AIC, we wish to announce that we had been informed by AVCB on 21 January 2008 that AVCB has received the approval from the Securities Commission ("SC"), vide its letter dated 17 January 2008 for the Proposed Divestment. The approval was made pursuant to Section 212(5) of the Capital Markets and Services Act 2007 and the Foreign Investment Committee's Guidelines on the Acquisition of Interests, Mergers and Take-overs by Local and Foreign Interests.

The SC's approval for the Proposed Divestment is subject to the following conditions:

- i) MIMB Investment Bank Berhad ("MIMB"), who is acting as the adviser for AVCB for the Proposed Divestment/AVCB should ensure that, at the point of implementation of the divestment, the NA/adjusted NA of Brimal and AVP will not be less than their respective NA/adjusted NA as at 31 July 2007;
- ii) AVCB to increase its Bumiputera equity by 1.56% (representing 1,001,000 AVCB Shares) of their new enlarged issued and paid up share capital within 2 years after the date of implementation of the Proposed Divestment;
- iii) MIMB/AVCB to inform SC upon completion of the Proposed Divestment;
- iv) MIMB/AVCB should comply with the relevant requirements pertaining to the implementation of the divestments under the Policies and Guidelines on Issue/Offer of Securities.

This announcement is dated 21 January 2008.