

AIC CORPORATION BERHAD (“AIC” OR “COMPANY”)

- (I) PROPOSED DISPOSAL OF THE ENTIRE BUSINESS AND UNDERTAKINGS, INCLUDING ALL THE ASSETS AND LIABILITIES, OF THE COMPANY TO TEMASEK FORMATION SDN BHD (“TFSB”) (“PROPOSED DISPOSAL”);**
- (II) PROPOSED CAPITAL REPAYMENT BY WAY OF A CAPITAL REDUCTION EXERCISE PURSUANT TO SECTIONS 60(2) AND/OR 64 OF THE COMPANIES ACT, 1965 (“ACT”); AND**
- (III) PROPOSED PAYMENT TO THE WARRANT HOLDERS OF THE COMPANY OF THEIR ENTITLEMENTS TO THE DISPOSAL CONSIDERATION UNDER THE PROPOSED DISPOSAL BY WAY OF A SCHEME OF ARRANGEMENT UNDER SECTION 176 OF THE ACT**

((I), (II) AND (III) COLLECTIVELY KNOWN AS “PROPOSALS”)

Further to the announcement dated 15 September 2011 (“**Initial Announcement**”), we set out below the additional information requested by Bursa Malaysia Securities Berhad vide its letter dated 20 September 2011.

In this announcement, unless otherwise stated, all capitalised terms used but not specifically defined shall carry the respective meanings assigned to them in the Initial Announcement.

1. The basis of determining the issue price of RM0.12 per TFSB Share

The issue price of RM0.12 per TFSB Share was determined after taking into consideration the following:

	RM'million
A. Total offer consideration (based on the Minimum Scenario) for the acquisition of:	
(i) Jotech Business	217.26
(ii) AIC Business	339.20
(iii) AutoV Business	138.90
	<u>695.36</u>
B. Approximate number of TFSB Shares to be issued to the entitled shareholders of the Target Companies and warrant holders of Jotech and AIC as consideration for the Merger Exercise Offer (based on the Minimum Scenario) ('million)	5,800
C. Issue price per TFSB Share (RM) (A / B)	0.12

2. The date of appointment of OSK Investment Bank Berhad as Independent Adviser

OSK Investment Bank Berhad was appointed on 24 August 2011 to act as the Independent Adviser to advise the non-interested Directors and non-interested shareholders of AIC on the Proposed Disposal.

3. Whether the Board of Directors is seeking other alternative bids

The Board has resolved not to seek other alternative bids.

4. Whether any valuation was carried out on the properties held by the AIC Group; if so, the name of the independent registered valuer, date and method of valuation and quantification of the market value

No valuation is required to be carried out on the leasehold lands and buildings of AIC Group pursuant to paragraph 10.04(2) of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad, as the AIC Group is not a property development or property investment corporation. In addition, the leasehold lands and buildings were not revalued or have been revalued and no revalued amount was used, whether wholly or partly, as the basis in determining the offer consideration.

This announcement is dated 21 September 2011.