

ANNOUNCEMENT FOR RELEASE TO THE MARKET
ADVANCED ENERGY SYSTEMS LIMITED
ASX: AES

MARKET ANNOUNCEMENT

AES wishes to make a range of Announcements to the Market regarding its various Projects to date. These include updates about the:

1. Aocheng Gardens development in Yantai China,
2. Tangcheng Gouger Street project in Adelaide, Australia.

1. “AOCHENG GARDENS” IN FUSHAN DISTRICT, YANTAI, CHINA

The Company makes the following announcements to the market concerning its Aocheng Gardens development in Yantai, China.

The project involves 2212 apartments. It has a floor area ratio of 2.74, building density of 19.30%, and greening ratio of 43.50%. The total building area of the project is 303,407.75 square meters:

The first phase of the Project has started to be built 117,602 square meters (including aboveground building area of 88,176 square meters of residential, commercial and public areas).

26,000 square meters of building area already been completed and ready to use.

19,000 square meters of building area will be completed at the end of December 2013.
43,000 square meters of building area will be completed at the end of December 2014.

As at the end of August 2013, accumulated investment of the project was 302 million Chinese currencies.

533 properties have been sold and achieved sales revenue of approximately 155 million Chinese currencies.

The Second phase of the Project is on the agenda.

The Second phase of the Project has a floor area ratio of 3.24. Land area and total building area of the Second phase are 38,926.36 square meters and 185,805.75 square meters respectively:

- a. An aboveground building area of 126,289.75 square meters (covering 115,986.75 square meters of residential floor area and 10,303.00 square meters commercial space); and
- b. An underground area of 59,516 square meters.

Current procedures of the Second phase are: Flattening the site and Piling.

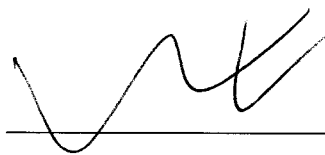
2. "TANGCHENG" IN ADELAIDE, AUSTRALIA

AES, through a wholly owned subsidiary, has acquired a 7% interest in the Gouger Street project; a 19 storeys mixed use project.

Tangcheng Group Pty Ltd, the owner of the Gouger Street Project, plans to sell the project.

Tangcheng Group signed a joint agency agreement with Colliers International (SA) Pty Ltd and Toop and Toop.

Agency term of the agreement is from 03 August 2013 to 10 December 2013. Expressions of Interest are to be received on the 10th October 2013.



Chenghui XU
AES Managing Director