



CITIC ENVIROTECH LTD
(Company Registration Number: 200306466G)

INCORPORATION OF SUBSIDIARY IN THE UNITED STATES OF AMERICA

Reference is made to the announcement made by Citic Envirotech Ltd. (the “**Company**”) on 14 November 2016 (“**Previous Announcement**”) where the Company announced the incorporation of a new subsidiary, Memstar Holding Pte Ltd (“**Memstar Holding**”), pursuant to a joint venture agreement entered into between the Company, Dr. Lin Yucheng, Dr. Ge Hailin and Aquarius Membrane LLC (“**Joint Venture**”).

The Company also announced in the Previous Announcement that Memstar Holding will be setting up a subsidiary in the United States of America to carry out the business of the Joint Venture. Accordingly, the board of directors of the Company wishes to announce that the subsidiary has been incorporated under the name “Memstar USA Inc” and is wholly owned by Memstar Holding.

Please refer to the Previous Announcement for more information on the business of the Joint Venture.

By Order of the Board of

Lotus Isabella Lim Mei Hua
Company Secretary

5 December 2016