The Board of Directors (“Board”) of CITIC Envirotech Ltd (“CEL”, “Group” or “Company”) wishes to announce that the Company has entered into an agreement to acquire 65% shareholding interest in Nantong Guoqi Environmental Protection Technology Co., Ltd (“Nantong Guoqi”) from Nantong Xinyuan Investment Development Co., Ltd (“Nantong Xinyuan”) for a consideration of RMB 81 million.

Nantong Xinyuan is a wholly-owned subsidiary of Nantong State-owned Assets Investment Holdings Co., Ltd., which is mainly engaged in investment and consulting services.

The acquisition is via an open tender with CEL winning the bid. Nantong Guoqi owns a 25,000 tons per year hazardous waste treatment facility in the Qidong Binjiang Fine Chemical Industry Park located in Qidong County. The hazardous waste treatment facility has an incineration plant and covers a total land area of 53,280 square metres. Construction of the facility has been completed and has been operational since August 2018.

Following the acquisition, Nantong Guoqi will be owned by CEL with shareholding of 65% while the existing shareholders, SITA Asia Pacific Limited and Qidong Binjiang Fine Chemical Industry Park Development and Construction Co., Ltd owns 25% and 10% respectively.

SITA Asia is an environmental company established by Suez to invest in Asia with focus on providing solutions in water and wastewater treatment and hazardous waste treatment.

Qidong Binjiang is a development and construction company under the jurisdiction of the Qidong Binjiang Park Management Committee and is responsible for providing the park's basic infrastructure and supporting services.

The above acquisition of Nantong Guoqi at RMB 81 million does not constitute a discloseable transaction as defined in Chapter 10 of the Listing Manual of the SGX-ST.

The capital injection for the above acquisition will be from internal resources.
The above investment has no material effect on the net tangible assets per share or earnings per share of the Company for the financial year ending 31 December 2019.

None of the directors or controlling shareholders of the Company has an interest, direct or indirect in the above acquisition.

BY ORDER OF THE BOARD

Lotus Isabella Lim Mei Hua
Company Secretary
2 January 2019