

(Company Registration Number: 200306466G)

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## **United Envirotech Awarded an Operation and Maintenance Contract from China National Offshore Oil Corporation (CNOOC)**

The board of directors of United Envirotech Ltd. (UEL or Company) is pleased to announce that its subsidiary in China, NOVO Envirotech (Guangzhou) Co Ltd (NOVO) was awarded an Operation and Maintenance (O&M) contract from the China National Offshore Oil Corporation (CNOOC), China's largest offshore oil producer, to operate the wastewater treatment plant at its Huizhou refinery plant.

Under the terms of the contract, NOVO will operate the wastewater treatment plant for an initial period of 5 years. The total amount of the contract is estimated to be RMB 150 Million <sup>(1)</sup>. The contract can be renewed upon expiration, subject to separate negotiations. The state-of-the-art wastewater treatment plant was constructed by NOVO using its advanced Membrane Bioreactor (MBR) technology in 2008 under a RMB 130 million turnkey engineering contract (EPC Contract). The treatment plant treats wastewater generated from CNOOC's Huizhou refinery plant, which has an annual crude oil processing capacity of 12 megatons. The refinery is the first for CNOOC and is an important strategic step for the conglomerate to position itself as an integrated petrochemical player complimenting its upstream offshore oil exploration businesses.

UEL has accumulated years of O&M experience while operating wastewater treatment plants it owns. This is the first major O&M contracts that UEL secured from a customer upon successful completion of an EPC contract to construct the treatment plant.

Dr Lin Yucheng, Chairman and Chief Executive Officer of United Envirotech Ltd said, "We have identified O&M of wastewater treatment plant as a significant business opportunity for us. It is a long term win-win value proposition for our customers to focus on their core business and let specialist like us to take care of their wastewater. Currently we are exploring a number of similar projects from our existing EPC customers as well as from other treatment plant owners."

The O&M contract will come into effect in April 2009.

(1) The contract value is estimated based on the projected production and wastewater generation provided by the refinery, actual value may differ.

## **About United Envirotech Ltd**

Mainboard-listed United Envirotech Ltd., specializing in water treatment and reclamation using advanced membrane technology, provides environmental engineering solutions to a wide range of customers in the chemical, petrochemical, pharmaceutical, and wastewater treatment industries.

The Group's track record includes building what it believes to be the largest "Newater" plant in the PRC that uses its Continuous Membrane Filtration ("CMF") and Reverse Osmosis ("RO") technology, as well as what it believes to be one of the largest industrial wastewater treatment plant in Asia, in terms of treatment capacity, using its Membrane Bioreactor ("MBR") technology.

Through the years, United Envirotech has established strong working relations with their customers, which enables them to secure future contracts or referrals to new customers. Some of United Envirotech's major customers includes China Petrochemical Corporation ("Sinopec"), China National Petroleum Corporation ("CNPC"), China National Offshore Oil Corporation ("CNOOC") and Singapore Sembcorp.

## **About Our Technologies**

Membrane Bioreactor ("MBR") is a wastewater treatment technology which combines membrane separation and biological wastewater treatment. MBR revolutionalised the traditional biological treatment process, drastically shortens the time and reduces the space for the treatment process. MBR is also more resilient to the sudden increase in contaminant concentration and variances in wastewater quality, hence delivering reliable and good treatment performance.

Continuous Membrane Filtration ("CMF"), is a water treatment technology that utilises microfiltration process to achieve removal of submicron contaminants in water.

Reverse Osmosis ("RO") is a process that reverses (by application of pressure) the flow of water in the natural process of osmosis so that it passes from the more concentrated to the more diluted solution.