

(Company Registration Number: 200306466G)

United Envirotech Ltd Inks Framework Agreement to Build a RMB 200-Million Wastewater Plant in Neijiang City, Sichuan Province China

The Board of Directors of United Envirotech Ltd. (UEL or Company) is pleased to announce that its had signed a Framework Agreement (Agreement) with Neijiang Investment Holding Company and Neijing Economic Development Committee during the Sichuan-Singapore Development and Investment Summit, to jointly develop the environmental infrastructure in Neijiang City.

Neijiang City has a population of over 4.25 million and is located at south east of Sichuan Province, between Chongqing City and Chengdu City. Neijiang is one of the 9 cities in the Sichuan Province that is earmarked for intensive economic development.

Under the framework set out in the Agreement, UEL will construct a 50,000 m3/day wastewater treatment plant which treats wastewater from Neijiang Xi Industrial Park under the Built-Transfer (BT) arrangement. The total project is estimated to be around RMB 200 million.

Under the same Agreement, UEL will enter into further discussion and negotiation to form a joint venture (JV) company with Neijiang Investment Holding Company and Neijing Economic Development Committee to acquire an existing 50,000 m3/day municipal wastewater treatment plant under Transfer-Operate-Transfer (TOT) arrangement. It will also undertake an Engineering, Procurement and Construction (EPC) contract to expand the existing treatment capacity by another 50,000 m3/day. The JV company will also be involved in the construction and supply of 100,000 m3/day potable water to the Neijiang City.

Commenting on the contract, Dr Lin Yucheng, Chairman and Chief Executive Officer of United Envirotech Ltd said, "The industrial park wastewater treatment plan will be constructed using our Membrane Bio-reactor (MBR) technology. MBR is our core technology and we are the market leader in industrial MBR, this project is a good fit to our business."

"We are also excited about the prospect of being involved in supplying potable water to Neijiang, which will set us on route to becoming a total water solution provider in this fast developing city."

The construction of the Industrial Park Wastewater Treatment Plant will commence immediately and is expected to be completed by September 2011. Further details regarding these projects will be announced at a later stage.

For and on behalf of the Board

Dr Lin Yucheng Chairman and CEO

16 September 2010