

## INCREASE IN INVESTMENT IN NOVO ENVIROTECH (GUANGZHOU) CO. LTD

The Board of Directors of United Envirotech Ltd ("the Company") wishes to announce that the Company has increased its investment in the paid-up capital of its wholly-owned subsidiary, Novo Envirotech (Guangzhou) Co. Ltd by an additional USD3million. Subsequent to the increase, the total paid up capital of Novo Envirotech (Guangzhou) Co. Ltd is USD6.2million.

The additional investment of USD3million in the capital of Novo Envirotech (Guangzhou) Co. Ltd is for investment purposes. This additional investment is funded from the proceeds of the last share placement.

That above transaction is not expected to have any material effect on the net tangible assets per share or earnings per share of the Company for the financial year ending 31 March 2011.

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

## BY ORDER OF THE BOARD

Lotus Isabella Lim Mei Hua Company Secretary

22 February 2011