



United Envirotech Ltd

(Company Registration Number: 200306466G)

Response To Queries From SGX-ST On The Company's Annual Report For The Financial Year Ended 31 March 2011

The board of directors of United Envirotech Ltd ("Company") wishes to announce the information set out below in response to queries from the Singapore Exchange Securities Trading Limited ("SGX-ST) in respect of the annual report of the Company for the financial year ended 31 March 2011.

Queries of SGX-ST

1. Page 18 of the Annual Report, Internal Audit and Internal Controls – Please advise the name of the external professional firm which the Company has engaged as internal auditors.

Company's response

Crowe Horwath First Trust Risk Advisory Pte Ltd is the external professional firm which the Company engaged as internal auditors.

Queries of SGX-ST

2. Page 61 of the Annual Report, other receivables and prepayment – We note that the Company has extended a loan to a third party, amounting to S\$6.2 million during the financial year. Please advise:-
 - (i) When the loan was extended;
 - (ii) Who the third party is; and
 - (iii) The nature of the loan.

Company's response

- (i) The loan was extended on 16 August 2010;
- (ii) The third party is Tongji Environment (Asia) Pte. Ltd.;
- (iii) The loan together with a call option is part of the terms and conditions for the possible acquisition of the 50% equity interest in Aton Environment (Shenyang) Co Ltd, a project company with wastewater treatment plant in PRC. Further details can be referred to the Company announcement on 18 August 2010, announcement No.123.

Queries of SGX-ST

- 3. Pages 63 and 64 of the Annual Report, Subsidiaries and Associates – The Company has changed its effective interests in NOVO Envirotech (Neijiang) Co Ltd, Universal Projects Sdn Bhd, and Guangzhou Zhongxin Water Co Ltd during the financial year. Please advise whether such changes have been announced via SGXNET. Please confirm whether the Company has complied with Rule 704 (15) and Rule 704 (16) of the Listing Manual.

Company's response

NOVO Envirotech (Neijiang) Co Ltd and Guangzhou Zhongxin Water Company Co Ltd are both companies set up by our wholly-owned subsidiary, NOVO Envirotech (Guangzhou) Co Ltd, to undertake specific projects and are still dormant as the projects are in the preliminary planning stage. This has led to the oversight at the Company level to announce their incorporation by our subsidiary via SGXNET.

Universal Projects Sdn. Bhd was set up by our wholly-owned subsidiary, UE NOVO (Malaysia) Sdn Bhd, specifically to tender for a government project in Malaysia to meet certain qualification requirement. The Company has been dormant since it failed to secure the said project and was disposed of during April 2010. We have inadvertently overlooked the need to announce its disposal via SGXNET

The Company will make the announcements with immediate effect.

By Order of the board

Lotus Isabella Lim Mei Hua
Company Secretary
21 July 2011