

(Company Registration Number: 200306466G)

United Envirotech Ltd Awarded RMB 104 Million (SGD 21 Million) EPC Contract to upgrade a 200,000 m3/day Wastewater Treatment Plant and a 20-year Service Contract to provide Operation and Maintenance (O&M) Service

The Board of Directors of United Envirotech Ltd. (UEL or Company) is pleased to announce that on 6 June 2012, its wholly owned subsidiary Novo Envirotech (Tianjin) Co. Ltd is awarded a RMB 104 million (SGD 21 million) Engineering Procurement and Construction (EPC) project to upgrade a 200,000 m3/day municipal wastewater treatment plant in Liaoyang City, Liaoning Province, China using its advanced Membrane Bioreactor (MBR) technology. On the same day, it has signed a 20-year operation and maintenance contract to provide O&M service to the same plant. The upgrading project was awarded by the local municipal government to comply with the higher Grade 1A discharge standard imposed by the Chinese Central Government.

Commenting on the project, Dr Lin Yucheng, Chairman and Chief Executive Officer of United Envirotech Ltd said, "When the conversion and upgrading is completed, the Liaoyang plant will be one of the largest MBR plant in Asia. Our experience in MBR technology is critical for the project win. With MBR technology, we are able to convert the plant to meet the higher discharge standard without any additional land space. In addition, the treated water can be re-used directly and there will be less sludge generated from the treatment process."

Dr Lin added, 'In China's 12th 5-year plan, the Chinese government has committed to specific pollutant reduction such as 8% reduction target in Chemical Oxygen Demand (COD) and 10% reduction target in Nitrate and ammonia nitrogen, giving rise to an estimated RMB 35 bn worth of projects. We believe there will be many treatment plant upgrading opportunities to meet the more stringent discharge standard. In addition, the 12th 5-year plan also target to increase urban wastewater recycle rate to 20% by 2015, translating to an estimated RMB 30 bn to be spent on recycled-water development. We believe our MBR technology will benefit greatly from these macro policies and we are actively seeking such upgrading and recycling opportunities both in municipal and industrial sectors."

The project will commence immediately and is expected to be completed by the end of October, 2012.

None of the Directors and controlling Shareholders has any interest, direct and indirect (other than through their shareholdings in the Company) in the project.

For and on behalf of the Board

Dr Lin Yucheng Chairman and CEO 6 June 2012