



United Envirotech Ltd

(Company Registration Number: 200306466G)

**INCREASE IN INVESTMENT IN UNITED ENVIROTECH WATER (CHANGYI)
CO LTD**

The Board of Directors of United Envirotech Ltd (“the Company”) is pleased to announce that the Company has increased its investment in United Envirotech Water (Changyi) Co Ltd (“Changyi”), a 70% owned subsidiary of its wholly-owned subsidiary, United Envirotech Water Resource Pte. Ltd, by an additional USD 9,333,800. Subsequent to the increase, the total investment by the Company in Changyi is USD23,333,800 and the total paid up capital of Changyi is USD 33,334,000.

The increase in capital is used to finance the acquisition, modification and expansion of the treatment plants.

The additional investment of USD 9,333,800 in the capital of Changyi is funded from the proceeds received from the previous issue of Convertible Bonds to KKR China Water Investment Holdings Limited (“KKR”).

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 2013.

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

26 December 2012