

Acquisition of a Subsidiary

The Board of Directors ("Board") of United Envirotech Ltd. ("UEL" or "Company") refers to the announcement made by the Company on 20 September 2012 in relation to the acquisition, upgrading and expansion ("Acquisition") of an industrial wastewater treatment plant in Weifang City, Shandong Province, China by the Company's 70% owned subsidiary, United Envirotech Water (Changyi) Co Ltd (Changyi Co).

The Board wishes to announce that Changyi Co has made the Acquisition via the investment in Weifang Bofa Water Treatment Co Ltd ("Investment"), a dormant investment holding company which holds the treatment plant. It has a paid up capital of RMB 2 million. The total consideration paid for the Investment is RMB 2 million. The Transaction is a non-discloseable transaction under Chapter 10 of the Listing Manual as the relative figures as computed under Rule 1006 (b) and (c) are below 5.0% and Rule 1006 (a) and (d) are not applicable to this transaction.

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 25 June 2013