



United Envirotech Ltd

(Company Registration Number: 200306466G)

INCORPORATION OF A SUBSIDIARY

The Board of Directors of United Envirotech Ltd (“the Company”) wishes to announce that on 17 December 2013, the Company’s wholly-owned subsidiary, United Envirotech Water Resource Pte Ltd incorporated a subsidiary in Yantai City, Shandong Province, People’s Republic of China.

The 100% owned subsidiary known as United Envirotech Water (Yantai) Co Ltd (“UE Yantai”) has a total paid up capital of USD 10 million. The main activity of UE Yantai is to undertake the Built-Operate-Transfer (“BOT”) project in Yantai City.

Reference to the announcement that the Company made on 20 August 2013, the BOT project involves the construction of a 30,000 m³/day (Phase 1) underground membrane bioreactor plant and operate it for 25 years. The Company is also exploring the supply of treated wastewater for re-use by the industries nearby.

The capital injection is funded by the proceeds received from the previous issuance of convertible bonds and placement of ordinary shares to KKR China Water Investment Holdings Limited (“KKR”).

That above investment 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 2014.

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

BY ORDER OF THE BOARD

Lotus Isabella Lim Mei Hua
Company Secretary

17 December 2013