



United Envirotech Ltd

(Company Registration Number: 200306466G)

United Envirotech Ltd Inks Agreement to Provide Total Water Solution to a Textile Industrial Park in Guangan, Sichuan, PRC

The Board of Directors of United Envirotech Ltd. (“UEL” or “Company”) is pleased to announce that on 13 January 2014, the Company signed the agreement with Guangan Municipal Government and West Guangan Jean City Investment Management Co. Ltd (WGIM) to provide industrial water supply, wastewater treatment and wastewater recycling to West Guangan Jeans and Textile Commerce and Technology (JTCT) Park in Guangan City, Sichuan Province, China.

WGIM is the main developer behind the sprawling RMB 6 billion, 5000 mu JTCT Park, which is expected to house over 1000 enterprises from various parts of the jeans production value chain.

Under the terms of the agreement, UEL will form a 90%:10% joint venture with WGIM to undertake the following Build-Operate-Transfer (BOT) projects:

- a. Wastewater treatment using UEL’s advanced membrane technology – 20,000 m³/day (Phase 1) comprising of 10,000 m³/day each of industrial and municipal wastewater. The long term capacity is expected to be 150,000 m³/day with industrial and municipal wastewater at 100,000 m³/day and 50,000 m³/day respectively.
- b. Industrial water supply – 20,000 m³/day (Phase 1). The long term capacity is expected to be 100,000m³/day
- c. Wastewater recycling – 20,000 m³/day (Phase 1). The long term capacity is expected to be 80,000 m³/day

Commenting on the project, Dr Lin Yucheng, Chairman and CEO of UEL said “The trends of costal industries moving inland and the tightening of environmental regulations have created tremendous demand for industrial water treatment solutions in China. Our advanced membrane technology, track record and funding capability have put us in a favorable position to capture many such opportunities.” The project is UEL’s third major investment in textile industrial water treatment after its investments in Changyi City in Shandong and Siyang City in Jiangsu.

Total investment for Phase I of the project is expected to be approximately RMB 160 million (SGD 33 million). It will be funded by the Company's internal resources, the proceeds from the last convertible bond and share placement, proceeds from bond issued under the Company's MTN program and bank financing. Phase 1 of the project will commence immediately and is expected to be completed by 31 August 2014.

The proposed investment is not expected to have any material financial impact on the net tangible assets per share and earning per share of the group for the financial year ending 31 March 2014.

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
13 January 2014