



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 1 April 2014, the Company’s wholly-owned subsidiary, United Envirotech Water Resource Pte Ltd incorporated a subsidiary in Qidong, Jiangsu Province, People’s Republic of China.

The 70% owned subsidiary known as United Envirotech Water (Qidong) Co Ltd (“UE Qidong”) has a total paid up capital of USD 12 million. The main activities of UE Qidong are to undertake the acquisition of the 15,000 m³/day wastewater treatment plant currently serving the Binjiang Fine Chemical Industrial Park and the subsequent upgrading and expansion of the plant to 30,000 m³/day using UEL’s membrane bioreactor (MBR) technology.

The capital injection of USD 8.4 million 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 2015.

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

1 April 2014