



**CITIC ENVIROTECH LTD**

*(Company Registration Number: 200306466G)*

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**CITIC Envirotech Ltd secured 2 wastewater treatment projects amounting to RMB 147 million (SGD 32 million)**

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The Board of Directors of CITIC Envirotech Ltd. (“CEL” or “Company”) is pleased to announce that the Company has recently secured 2 wastewater treatment projects with a total investment of RMB 147 million (SGD 32 million).

For the first project, the Company signed an agreement with Xiaochang Philip Water Co., Ltd to set up a 95%:5% joint venture (“JV”) company with a total paid-up capital of RMB 40 million in Xiaochang County, Hubei Province, China. The JV company will invest RMB 64 million for the acquisition of a 40,000 m<sup>3</sup>/day municipal wastewater treatment plant with a concession period of 27 years.

For the second project, the company will acquire a 10,000 m<sup>3</sup>/day industrial wastewater treatment plant under phase one and to build another 10,000 m<sup>3</sup>/day under phase two in the Baiyi Industrial Park in Zao Zhuang City, Shandong Province, China. The total investment of the project is RMB 83 million and has a concession period of 30 years. Phase one of the 10,000 m<sup>3</sup>/day wastewater treatment plant is currently operating at full capacity and will be upgraded using Membrane Bioreactor (MBR) technology in 2016. The Company has incorporated a 100% owned subsidiary known as CITIC Envirotech Water Resource (Zaozhuang) Co., Ltd with a registered capital of USD 5.35 million to undertake this project.

The projects will be funded by the proceeds from the Company’s issuance of US\$175 million senior perpetual securities in November, 2015.

The above investments are 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 December 2016.

For and on behalf of the Board

Dr Lin Yucheng  
Group CEO and Executive Director  
17 March 2016