



**CITIC ENVIROTECH LTD**

*(Company Registration Number: 200306466G)*

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**CITIC Envirotech Ltd Secured Its First River Restoration Project In Jiangsu Worth RMB 650 million**

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The Board of Directors (the “Board”) of CITIC Envirotech Ltd (“Company” or “Group”) wishes to announce that the Group has secured its first river restoration project in Yixing, Jiangsu, China, worth RMB 650 million. The Company will set up a 90:10 joint venture company with the Yixing Industrial Park for Environmental Science and Technology Management Committee (“YIMC”) to undertake the project. The subsidiary, CITIC Environment Harnessing Valley (Jiangsu) Co., Ltd, with a paid-up capital of RMB 230 million will undertake the project via Build-Lease-Transfer (“BLT”) scheme of arrangement. Under the BLT arrangement, the duration of the project is 10 years and consists of 2 years of construction and 8-years lease.

Yixing Industrial Park for Environmental Science and Technology (“Yixing Park”) is located in the Yangtze River Delta and is co-managed by YIMC and supported by China’s Ministry of Science and Technology and Ministry of Environment Protection. Following more than 20 years of growth and development, Yixing Park has established itself as a centre of excellence providing conducive environment for the incubation and development of the environmental industry. Currently, the park housed more than 1,500 environment protection companies.

Within Yixing Park, a proposed Sino-Singapore International Innovation Park (“SSIIP”) has been established to focus on water technologies, strengthening bilateral cooperation in R&D and the transformation and industrialization of technological achievements in the water industry. The above CEL’s river restoration project will be the first project under the proposed SSIIP Public-Private-Partnership (“PPP”) project. The entire PPP project under SSIIP is estimated to be worth RMB 3 billion.

The capital injection of the above are funded from the proceeds of the last issuance of the Senior Perpetual Securities and bank financing.

The above investment has no material effect on the net tangible assets per share or earnings per share of the Company for the financial year ending 31 December 2017.

None of the directors or controlling 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  
9 January 2017