



**CITIC ENVIROTECH LTD**  
*(Company Registration Number: 200306466G)*

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**CITIC ENVIROTECH WON BID FOR A RMB 230 MILLION WATER RECYCLING PROJECT IN CHANGYI CITY, SHANDONG PROVINCE, CHINA**

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The Board of Directors (“Board”) of CITIC Envirotech Ltd (“CEL”, “Group” or “Company”) is pleased to announce that the Group was awarded a RMB 230 million Build-Operate-Transfer (“BOT”) water recycling project in Changyi City, Shandong Province.

The 90,000 m<sup>3</sup>/day BOT water recycling plant will recycle treated wastewater generated from the Changyi North wastewater treatment plants which are currently owned by other parties, and supply recycled water to two chemical and textile industrial parks, namely, Liu Tuan Industrial Park and Long Chi Industrial Park

Changyi is a county-level city of Weifang in the north west of Shandong province. The city occupies a land area of 1,627 square kilometres and has a population of approximately 600,000 and a GDP of RMB 37 billion. The economy of Changyi is heavily industrialized and it is strong in petrochemical, salt, chemical, machinery, manufacturing and food processing industries. Changyi is also well known for its textile industry and it has more than 2,500 textile factories with an annual spinning capacity of 1.8 million meters, weaving capacity of 3.5 billion meters, and dyeing cum printing capacity of 2.1 billion meters.

Phase 1 of the construction of the 30,000 m<sup>3</sup>/day recycling plant will commence immediately and is expected to be completed by October 2017. The recycled water will be treated to higher water quality using our membrane technology. The project has a concession period of 30 years.

CEL had made good headway and established a strong foothold in Changyi City having invested in 3 wastewater treatment plants with a total capacity of 120,000 m<sup>3</sup>/day, a water supply plant with a design capacity of 40,000 m<sup>3</sup>/day and a sludge treatment plant with a design capacity of 700 tons/day. The addition of the 90,000 m<sup>3</sup>/day water recycling plant will further propel the company to capture more market share in the region.

The capital injection of the above project is funded from the proceeds of the last issuance of the Perpetual Capital Securities.

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  
24 April 2017