



CITIC ENVIROTECH LTD
(Company Registration Number: 200306466G)

INCORPORATION OF SUBSIDIARIES

The Board of Directors (“Board”) of CITIC Envirotech Ltd (“CEL”, “Group” or “Company”) wishes to announce the incorporation of the following subsidiaries:

A) CITIC Envirotech Urban Water Management (Hubei) Co., Ltd

CITIC Envirotech Urban Water Management (Hubei) Co., Ltd has been incorporated in Xiaogan City, Hubei Province to undertake environmental services including engineering, construction, operation, maintenance and consultancy services for the Xiaogan region. The subsidiary has a registered capital of RMB 500 million and is 80% owned by CEL while Hubei Xiaocheng Holding Group Co., Ltd (“Hubei Xiaocheng”) owned the remaining 20%. Hubei Xiaocheng is a state-owned enterprise and has businesses in many industries, including manufacturing, construction, real estate development, accommodation and catering, leasing services, cultural and sports entertainment investment, state-owned assets management as well as publishing and advertising services.

B) CITIC Envirotech Water (Aktau) Limited

CITIC Envirotech Water (Aktau) Limited has been incorporated in Kazakhstan to undertake environmental services including investment, engineering, construction, operation, maintenance and consultancy services for the Kazakhstan region. The subsidiary has an authorized capital of KZT 2,366,000,000 (approximately SGD 9.5 million) and is 60% owned by CEL while Kazakhstan Water Solutions Company LLP (“Kazakhstan Water”) owned the remaining 40%. Kazakhstan Water is a wholly-owned subsidiary of Zhersu Investment And Production Corporation LLP (“Zhersu”). Zhersu is a conglomerate with diversified businesses and is actively engaged in energy, civil engineering, industrial buildings, instrumentation, metal processing, agriculture and other industries. Zhersu is one of the largest private companies in the Republic of Kazakhstan.

C) ACARA CEKAP Sdn. Bhd.

ACARA CEKAP Sdn. Bhd. (“ACSD”) has been incorporated in Malaysia to undertake Engineering, Procurement and Construction (“EPC”) projects in Malaysia. It is 51% owned by CEL’s 100% owned subsidiary UE NOVO Sdn. Bhd and 49% owned by Bluewater Partners Sdn. Bhd. ACSD has an initial total paid-up capital of RM 1 million.

The above capital injections are from the proceeds of the issuance of the SGD 240,000,000 perpetual capital securities in 2017 pursuant to its US\$1,500,000,000 multicurrency perpetual securities issuance programme.

The above investments have 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.

BY ORDER OF THE BOARD

Lotus Isabella Lim Mei Hua
Company Secretary
29 December 2017