



CITIC ENVIROTECH LTD
(Company Registration Number: 200306466G)

Incorporation Of A Subsidiary

With reference to the announcement made by the Company dated 31 August 2017 where the Company announced the 100% acquisition of Sichuan Zhongyu Environment Management Co., Ltd (“Sichuan Zhongyu”) in Chengdu City, Sichuan Province, **Fuzhou Zhongyu Environment Management Co., Ltd** (“Fuzhou Zhongyu”), a fully-owned subsidiary of Sichuan Zhongyu, has been set up to undertake water treatment projects in the Fujian Province. Fuzhou Zhongyu has a registered capital of RMB 10 million.

Sichuan Zhongyu holds a Grade I professional licenses for engineering and construction works, including municipal engineering and construction, electrical and mechanical engineering, fire safety, waterproofing, foundation building, river and lake restoration and water way construction. The Grade I qualification is awarded by the China government for excellence in engineering expertise.

Fuzhou Zhongyu will tap on the extensive professional engineering qualifications that Sichuan Zhongyu possesses to undertake water treatment projects in the Fujian Province, including the two recently secured projects with the amount of RMB 247 million and RMB 130 million respectively.

The above capital injection is 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.

BY ORDER OF THE BOARD

Lotus Isabella Lim Mei Hua
Company Secretary
16 January 2018