

CHINA ENVIRONMENT LTD.

(Registration No.: 200301902W)

RMB130 MILLION BANK CREDIT FACILITIES FROM CHINA CONSTRUCTION BANK

The Board of Directors of China Environment Ltd. (the "Company" and together with its subsidiaries, the "Group") is pleased to announce that its subsidiary, Fujian Dongyuan Environmental Protection Co., Ltd. ("Fujian Dongyuan") (福建东源环保), has obtained bank credit facilities from China Construction Bank (the "Bank") totaling RMB130 million for 2014.

The Chairman of the Company, Mr Huang Min, comments, "the credit facilities offered by the Bank to the Group signifies the confidence of the Bank in the operation and business of the Group, and positive recognition of the business prospects of the Group in providing air pollution solutions given the deteriorating air quality in many parts of China and the Government's determination in fighting air pollution. With these credit facilities, we are better equipped to secure more contracts and to step up the utilisation of our new plant in Anhui."

None of the Directors and controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Huang Min Executive Chairman 13 January 2014