
**PRE-CONDITIONAL EXIT OFFER FOR
THE PROPOSED VOLUNTARY DELISTING OF CITIC ENVIROTECH LTD.**

- NO INCREASE OF EXIT OFFER PRICE

1. INTRODUCTION

Reference is made to the Exit Offer Letter and Delisting Circular, both dated 16 December 2019 in relation to the Exit Offer.

All capitalised terms used herein shall have the meanings ascribed to them in the aforesaid, unless otherwise defined.

2. NO INCREASE OF OFFER PRICE

As stated in the Exit Offer Letter, the Exit Offer Price for each Offer Share is S\$0.55 in cash.

The Offeror wishes to announce that **it does not intend to increase the Offer Price**. Therefore, in accordance with Rule 20.2 of the Code, the Offeror will not be allowed to subsequently amend the terms of the Exit Offer (if and when made), including the Exit Offer Price, in any way.

THE EXIT OFFER WILL NOT BE MADE UNLESS AND UNTIL THE PRE-CONDITION RELATING TO APPROVALS AND REQUISITE FILINGS OF/WITH THE PRC NATIONAL DEVELOPMENT AND REFORM COMMISSION, PRC MINISTRY OF COMMERCE AND PRC STATE ADMINISTRATION IS FULFILLED OR WAIVED BY THE LONG-STOP DATE. ACCORDINGLY, ALL REFERENCES TO THE EXIT OFFER IN THIS ANNOUNCEMENT, THE EXIT OFFER LETTER AND THE DELISTING CIRCULAR REFER TO A POSSIBLE EXIT OFFER IN CASH WHICH WILL ONLY BE MADE IF AND WHEN THE PRE-CONDITION IS FULFILLED OR WAIVED BY THE LONG-STOP DATE.

IF AND WHEN THE PRE-CONDITION HAS BEEN FULFILLED OR WAIVED (AS APPLICABLE) BY THE LONG-STOP DATE, THE OFFEROR WILL MAKE ITS FORMAL EXIT OFFER ANNOUNCEMENT WITHIN FIVE BUSINESS DAYS OF FULFILMENT OR WAIVER OF THE PRE-CONDITION.

HOWEVER, IF THE PRE-CONDITION IS NOT FULFILLED OR OTHERWISE WAIVED BY THE LONG-STOP DATE, THE EXIT OFFER WILL NOT BE MADE AND CLSA WILL ISSUE AN ANNOUNCEMENT, FOR AND ON BEHALF OF THE OFFEROR, TO UPDATE SHAREHOLDERS AS SOON AS REASONABLY PRACTICABLE.

3. PROCEDURES FOR ACCEPTANCE OF THE EXIT OFFER

Shareholders who wish to accept the Exit Offer may do so by completing and returning the relevant Acceptance Forms and all other relevant documents as soon as possible so as to reach the Offeror c/o The Central Depository (Pte) Limited ("CDP") or Tricor Barbinder Share Registration Services (A division of Tricor Singapore Pte. Ltd.) ("**Registrar**") (as the case may be) not later than 5.30 p.m. (Singapore time) on the Closing Date. The procedures for acceptance of the Offer are set out in Appendix 1 to the Exit Offer Letter and the accompanying relevant Acceptance Forms.

If Shareholders are in any doubt about the Exit Offer and/or the course of action they should take, they should consult their stockbroker, bank manager, solicitor, accountant, tax adviser or other professional adviser immediately.

If you hold Shares and do not receive the Exit Offer Letter, the relevant Acceptance Forms and/or

the Delisting Circular, please contact CDP or the Registrar, as the case may be, immediately at the following addresses:

- (a) **If you hold Offer Shares which are deposited with the CDP as a Depositor, please contact:**

The Central Depository (Pte) Limited

9 North Buona Vista Drive
#01-19/20 The Metropolis
Singapore 138588

Copies of the Exit Offer Letter and the FAA may be obtained by Depositors from CDP during normal business hours and up to 5.30 p.m. (Singapore time) on the Closing Date, upon production of satisfactory evidence to this effect.

- (b) **If you hold Offer Shares in scrip form ("Scripholder"), please contact:**

Tricor Barbinder Share Registration Services (A division of Tricor Singapore Pte. Ltd.)

80 Robinson Road, #11-02
Singapore 068898

Copies of the Exit Offer Letter and the FAT may be obtained by Scripholders from the Registrar during normal business hours and up to 5.30 p.m. (Singapore time) on the Closing Date, upon production of satisfactory evidence to this effect.

4. CLOSING DATE

The Exit Offer (if and when made) will be open for acceptance by the Shareholders for at least 14 days after the later of (a) the date of the Formal Exit Offer Announcement, and (b) the date of the announcement on the Shareholders' Approval being obtained, and in other words, when the Exit Offer becomes or is declared to be unconditional in all respects in accordance with its terms.

CLSA will in due course and when appropriate, issue an announcement for and on behalf of the Offeror to update Shareholders of the Closing Date as soon as reasonably practicable.

5. RESPONSIBILITY STATEMENTS

The Offeror Directors (including any who may have delegated supervision of this Announcement) have taken all reasonable care to ensure the facts stated and all opinions expressed herein (other than those relating to the Company and any opinion expressed by the Company) are fair and accurate, and where appropriate, no material facts have been omitted, the omission of which would make any statement in this Announcement misleading and they hereby collectively and individually accept full responsibility. Where information in this Announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Offeror Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this Announcement in its proper form and context.

The Directors of the Company (including any who may have delegated supervision of this Announcement) have taken all reasonable care to ensure the facts stated and all opinions expressed herein (other than those relating to the Delisting Proposal, the Offeror and persons acting in concert with it) are fair and accurate, and where appropriate, no material facts have been omitted, the omission of which would make any statement in this Announcement misleading and they hereby collectively and individually accept full responsibility. Where information in this Announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors of the Company has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this Announcement in its proper form and context.

BY ORDER OF THE BOARD
CITIC ENVIROTECH LTD.

Dr. Chong Weng Chiew
Director

BY ORDER OF THE BOARD
CKM (CAYMAN) COMPANY LIMITED

Mr. Wang Song
Director

19 December 2019

Any enquiries relating to this Announcement or the Exit Offer should be directed during office hours to the CLSA helpline at (65) 6416 7888.