

Singapore Exchange Securities Trading Limited, Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA EVERBRIGHT WATER LIMITED

中國光大水務有限公司

(Incorporated in Bermuda with limited liability)

(Hong Kong Stock Code: 1857)

(Singapore Stock Code: U9E)

RENEWAL OF CONTINUING CONNECTED TRANSACTIONS

(1) DEPOSIT SERVICES FRAMEWORK AGREEMENT;

(2) LOAN SERVICES FRAMEWORK AGREEMENT;

(3) UNDERWRITING AND ADVISORY SERVICES FRAMEWORK AGREEMENT;

**(4) SLUDGE TREATMENT AND HAZARDOUS WASTE TREATMENT SERVICES
FRAMEWORK AGREEMENT; AND**

(5) PROPERTY LEASE FRAMEWORK AGREEMENT

Reference is made to the prospectus of the Company dated 24 April 2019 in relation to the 2019 Framework Agreements. The term of each of the 2019 Framework Agreements and the Original Annual Caps will expire and the Company has entered into the 2022 Framework Agreements on 22 December 2021 to renew each of the 2019 Framework Agreements for a further term of one year commencing from 1 January 2022 and ending on 31 December 2022 and set the 2022 Annual Caps for the continuing connected transactions contemplated thereunder for the next year ending 31 December 2022.

As at the date of this announcement, Everbright Environment is a controlling shareholder of the Company and therefore a connected person of the Company under Rule 14A.07(1) of the SEHK Listing Rules. China Everbright Group is a controlling shareholder of Everbright Environment, which is in turn the controlling shareholder of the Company. China Everbright Group is therefore an associate of Everbright Environment, and a connected person of the Company under Rule 14A.07(4) of the SEHK Listing Rules. The transactions contemplated under the 2022 Framework Agreements therefore constitute continuing connected transactions of the Company under Chapter 14A of the SEHK Listing Rules.

As one or more applicable percentage ratios in respect of the 2022 Annual Caps of the 2022 Framework Agreements are over 0.1% but less than 5%, the transactions contemplated under the 2022 Framework Agreements are subject to the reporting, announcement and annual review requirements but exempted from the circular and independent shareholders' approval requirements under Chapter 14A of the SEHK Listing Rules.

The entry into, and the transactions contemplated under, the 2022 Framework Agreements fall under the scope of activities set out under the Company's IPT Mandate, which was renewed with the approval of the Shareholders at the annual general meeting of the Company held on 27 April 2021.

Reference is made to the section headed "Connected Transactions" of the Company's prospectus dated 24 April 2019 in relation to the 2019 Framework Agreements. As the term of each of the 2019 Framework Agreements will expire on 31 December 2021, the Company entered into the 2022 Framework Agreements to renew the 2019 Framework Agreements.

THE 2022 FRAMEWORK AGREEMENTS

A. The 2022 Deposit Services Framework Agreement

The principal terms of the 2022 Deposit Services Framework Agreement are as follows:

Date	22 December 2021
Parties	the Company; and China Everbright Group
Term	1 January 2022 to 31 December 2022

Service Scope

China Everbright Group shall procure EB Securities, CEB International and/or EBSI to provide underwriting and advisory services to the Group with respect to the issuance and/or quotation of securities (including but not limited to convertible bonds, hybrid bonds, corporate bonds, asset backed securities, ordinary shares, preference shares, rights and/or other securities) by the Group within or outside the PRC in accordance with relevant rules and regulations.

The parties shall enter into separate agreement(s) for detailed service scope subject to the needs of the Group's businesses as and when necessary.

Fee Standards

The time and means of payment are to be agreed by the parties with reference to customary business terms through arm's length negotiations.

The amount payable by the Group under each underwriting and advisory services contract should be determined with respect to the specific needs of the financial operations of the Group and the proportion of underwriting fee payable to EB Securities, CEB International and/or EBSI respectively shall correspond with their proportion of underwriting commitment. The underwriting and advisory services to be provided by EB Securities, CEB International and/or EBSI, as procured by China Everbright Group, shall be on normal commercial terms, agreed through arm's length negotiations between the parties and no less favourable than the terms available to the Group from Independent Third Parties. The underwriting fees and service fees charged by EB Securities, CEB International and/or EBSI shall not be higher than the underwriting fees and service fees charged by other financial institutions in respect of the provision of comparable and similar services.

D. The 2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement

Date 22 December 2021

Parties the Company; and

Everbright Environment

Term 1 January 2022 to 31 December 2022

Service Scope Everbright Environment shall procure its subsidiaries to provide sludge treatment and hazardous waste treatment services to the Group in respect of the specific needs of the Group's waste water treatment or water environment treatment projects.

The parties shall enter into separate agreement(s) for detailed service scope subject to the needs of the Group's various projects as and when necessary.

Fee Standards The time and means of payment are to be agreed by the parties with reference to customary business terms through arm's length negotiations.

The amount payable by the Group under each sludge treatment and hazardous waste treatment services contract should be determined with respect to the specific needs of the project and the amount and type of waste to be disposed, with reference to prevailing market prices based on the pricing quoted by Independent Third Parties on a fair and reasonable basis for the same or similar services in the geographical area where the Group's relevant waste water treatment projects and/or water environment treatment projects are carried out. The prices quoted by the respective subsidiaries of Everbright Environment to the Group shall be no less favourable than the terms it quotes to Independent Third Parties for the same services.

E. The 2022 Property Lease Framework Agreement

Date 22 December 2021

Parties the Company; and

Everbright Environment

Term 1 January 2022 to 31 December 2022

Service Scope Everbright Environment shall procure its subsidiaries to lease office premises, meeting rooms and guest rooms to the Group with a total leased area of approximately 1,462 square metres in Mainland China and Hong Kong. The leased area may be adjusted depending on the needs of the Group's operation.

The parties shall enter into separate agreement(s) for detailed service scope subject to the needs of the Group's businesses as and when necessary.

Fee Standards The time and means of payment are to be agreed by the parties with reference to customary business terms through arm's length negotiations.

The rent payable by the Group under each tenancy agreement should be determined through arm's length negotiations between the parties with reference to the prevailing market conditions and the rental level of similar properties in the vicinity.

HISTORICAL TRANSACTION AMOUNT AND ANNUAL CAP

The table below sets out the historical transaction amounts under each of the 2019 Framework Agreements during the year/period stated in the table below:

	Historical Transaction Amounts		
	For the year ended 31 December 2019 (HK\$) (audited)	For the year ended 31 December 2020 (HK\$) (audited)	For the six months ended 30 June 2021 (HK\$) (unaudited)
Deposit Services Framework Agreement (the maximum daily closing balance of deposits (including interests accrued thereon))	86,732,000	253,470,000	215,738,892
Loan Services Framework Agreement (the maximum daily closing balance of loans (including interests accrued thereon, but excluding loans which do not require security over the assets of the Group))	0	0	0
Underwriting and Advisory Services Framework Agreement	9,611,000 (Underwriting commission)	0	0
	570,000 (Sponsor fees and financial advisory service fees)		
Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement	0	0	0
Property Lease Framework Agreement	6,896,000	7,166,650	3,715,938

The Company confirms that, from the date on which the 2019 Framework Agreements came into effect to the date of this announcement, the transaction amounts under each of the corresponding 2019 Framework Agreements are all within the Original Annual Caps for the respective year/period.

THE 2022 ANNUAL CAPS

The table below sets out the Original Annual Caps and the 2022 Annual Caps under each of the 2019 Framework Agreements and 2022 Framework Agreements, respectively:

	Original Annual Caps		2022 Annual Caps	
	For the year ended 31 December 2019 (HK\$)	For the year ended 31 December 2020 (HK\$)	For the year ending 31 December 2021 (HK\$)	For the year ending 31 December 2022 (HK\$)
Deposit Services Framework Agreement (the maximum daily closing balance of deposits (including interests accrued thereon))	300,000,000	300,000,000	300,000,000	200,000,000
Loan Services Framework Agreement (the maximum daily closing balance of loans (including interests accrued thereon, but excluding loans which do not require security over the assets of the Group))	300,000,000	300,000,000	300,000,000	200,000,000
Underwriting and Advisory Services Framework Agreement	15,000,000 (Underwriting commission)	15,000,000 (Underwriting commission)	15,000,000 (Underwriting commission)	15,000,000 (Underwriting commission)
	5,000,000 (Sponsor fees and financial advisory service fees)	5,000,000 (Sponsor fees and financial advisory service fees)	5,000,000 (Sponsor fees and financial advisory service fees)	10,000,000 (Sponsor fees and financial advisory service fees)
Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement	6,877,000	9,522,000	9,522,000	150,000,000
Property Lease Framework Agreement	7,110,500	7,565,750	7,690,050	9,500,000

A. The Annual Cap under the 2022 Deposit Services Framework Agreement

The 2022 Annual Cap under the 2022 Deposit Services Framework Agreement is determined after considering a number of factors, including the historical maximum daily closing balance of deposits (including interests accrued thereon) of the Group with CE Bank in previous years which was HK\$253,470,000, the Group's business development plans and financing needs in 2022, the expected amount of deposits of the Group according to its annual revenue and expected interest income from CE Bank, and the cash management needs of the Group.

B. The Annual Cap under the 2022 Loan Services Framework Agreement

The 2022 Annual Cap under the 2022 Loan Services Framework Agreement is determined after considering a number of factors, including the Group's business development plans and financing needs in 2022, and the amount of loans required by the Group to complement the growth in the Group's future business operation.

C. The Annual Cap under the 2022 Underwriting and Advisory Services Framework Agreement

The 2022 Annual Cap under the 2022 Underwriting and Advisory Services Framework Agreement is determined after considering a number of factors, including the historical prices of the underwriting and advisory services provided by EB Securities, CEB International and/or EBSI to the Group, the historical amounts of securities issued by the Group in previous years, and the projections for the Group's financing needs given its expected business growth and development in 2022.

The Group issued an aggregate amount of RMB1,000,000,000, RMB800,000,000 and RMB700,000,000 of corporate bonds in Mainland China in July 2017, August 2018 and January 2019 respectively, and EB Securities underwrote the issuance of the aforesaid corporate bonds by charging service fees representing 0.5% of the aggregate principal amount of issued corporate bonds. The Group issued asset-backed securities in Mainland China with the size of RMB300,000,000 in June 2020. The Group also issued medium-term notes to institutional investors in the national inter-bank bond market of Mainland China with a principal amount of RMB1,000,000,000 in August 2020, and subsequently, issued another tranche of medium-term notes with a principal amount of RMB1,000,000,000 in January 2021. The Group issued super and short-term commercial papers to institutional investors in the national inter-bank bond market of Mainland China with a principal amount of RMB800,000,000 in August 2021.

With reference to the issuance of such securities by the Group in previous years, it is expected that the Group's financing needs and the need of issuing securities will continue to grow as the Group continues to expand its business operations in 2022.

D. The Annual Cap under the 2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement

The 2022 Annual Cap under the 2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement is determined after considering a number of factors, including the historical amount of sludge, hazardous waste or laboratory waste produced per tonne of waste water treated and the estimated capacity of the Group's wastewater treatment projects which are located near Everbright Environment's subsidiaries providing the respective services. Considering the growth of the Group in the water treatment business in the PRC, it is estimated that at most 310,250 tonnes of sludge, 30 tonnes of hazardous waste and 15 tonnes of laboratory waste would be produced in 2022 by the Group's waste water treatment projects which are near and could use the respective services provided by Everbright Environment's subsidiaries.

E. The Annual Cap under the 2022 Property Lease Framework Agreement

The 2022 Annual Cap under the 2022 Property Lease Framework Agreement is determined after considering a number of factors, including the monthly rents and other fees (including utility fees and property management fees) payable by the Group under the existing tenancy agreements, the prevailing and projected market rates of similar properties in the vicinity, the expiry dates of the lease of office premises and the Group's preliminary negotiations in respect of the terms of leasing upon expiration of the existing tenancy agreements, and the Group's expected needs to rent offices, meeting rooms and guest rooms.

Due to the plans of expanding the Group's businesses, it is expected that the total leased area will increase to approximately 1,462 square metres in 2022, and taking into account the rising property prices and inflation rates, it is therefore expected that the rentals payable by the Group will increase.

REASONS FOR AND BENEFITS OF ENTERING INTO THE 2022 FRAMEWORK AGREEMENTS

In relation to the 2022 Deposit Services Framework Agreement and the 2022 Loan Services Framework Agreement entered into between the Company and China Everbright Group, the Group believes that since CE Bank and the Group have a long-term relationship of cooperation, CE Bank has a better understanding of the operations and development of the Group and is in a better position to serve the financial arrangements of the Group. It is also expected that it will be cost-efficient, expedient and beneficial for the Group to receive deposit and loan services from CE Bank. In addition, CE Bank is regulated by the CBIRC and is subject to the rules and requirements of CBIRC, thus reducing risks to the Group in receiving financial services from CE Bank.

In relation to the 2022 Underwriting and Advisory Services Framework Agreement, the Group believes that the long-term cooperative relationship between the Group and EB Securities, CEB International and EBSI will continue to facilitate the provision of underwriting and advisory services to the Group. Based on the knowledge of EB Securities, CEB International and EBSI regarding the financial operations of the Group, they would be more capable of providing more suitable and effective services to the Group as compared to other Independent Third Parties.

In relation to the 2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement, the Group believes that it is in the interests of the Group to engage Everbright Environment's subsidiaries as its service providers, among others, in respect of sludge and hazardous waste treatment. In light of the future plans of development, the waste water treatment and water environment treatment business of the Group will expand and grow accordingly. The Group believes that Everbright Environment is well positioned to serve the development needs of the Group's waste water treatment and water environment treatment projects as it has a thorough understanding of the operations of the Group and it is a leading sludge and hazardous waste treatment service provider in the PRC.

In relation to the 2022 Property Lease Framework Agreement, the Group is of the view that the rental payments under these leases are in line with, if not more favourable than, the market rents in the proximity of the premises leased from Everbright Environment. The continuation of these leasing arrangements will also avoid unnecessary disruptions and costs to our business that might be caused by relocation, and will ensure continuity of our operations. Therefore, the Group is of the view that it is in the interest of the Group in terms of cost, time, and stability to continue to lease the premises from Everbright Environment.

The terms of the 2022 Framework Agreements have been agreed upon arm's length negotiations between the Company and China Everbright Group, and between the Company and Everbright Environment. The Board (including the independent non-executive Directors) is of the view that (i) the continuing connected transactions contemplated under the 2022 Framework Agreements will be carried out in the ordinary and usual course of business of the Group; (ii) the terms of the 2022 Framework Agreements are normal commercial terms, fair and reasonable, and in the interests of the Group and the Shareholders as a whole; and (iii) the proposed annual caps of the transactions contemplated under the 2022 Framework Agreements are fair and reasonable, and in the interests of the Group and the Shareholders as a whole.

DIRECTORS' INTEREST IN THE ABOVE TRANSACTIONS

Mr. Hu Yanguo, an executive Director and the Chairman of the Board, serves as an executive director and the vice president of Everbright Environment; Mr. Zhai Haitao, an independent non-executive Director, serves as an independent non-executive director of Everbright Environment. They have abstained from voting to approve each of the 2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement and the 2022 Property Lease Framework Agreement and the 2022 Annual Caps in respect thereof in the Board meeting due to their connected relationship with Everbright Environment. Save as disclosed above, none of the Directors has a material interest in any of the 2022 Framework Agreements or is required to abstain from voting on the resolutions in relation to the transactions under each of the 2022 Framework Agreements.

INFORMATION OF THE PARTIES

The Group is principally engaged in water environment management, municipal waste water treatment, industrial waste water treatment, water supply, reusable water, sludge treatment and disposal, sponge city construction, river-basin ecological restoration, waste water source heat pump, leachate treatment, research and development of water environment technologies and engineering construction, etc.

China Everbright Group is a holding group engaged in the businesses of banking, securities, insurance, asset management, trusts, futures, financial leasing, ecological and environmental management, new energy, cultural travel, and medical care.

Everbright Environment is principally engaged in business areas of waste-to-energy and integrated waste treatment, integrated biomass utilisation, hazardous and solid waste treatment, environmental remediation, water environment management, equipment manufacturing, waste sorting, environmental sanitation integration, resource recycling, development of zero-waste cities, energy-saving lighting, analysis and testing, research and development relating to green technologies, ecological and environmental planning and designing, as well as environmental protection industrial parks.

CE Bank was established as a joint stock company with limited liability in the PRC and is one of the major commercial banks in the PRC, and primarily engages in the commercial banking business, including retail banking, corporate banking and treasury business etc.

CEB International is principally engaged in the business of securities trading, securities consulting, financial consulting and asset management.

EB Securities is principally engaged in brokerage and wealth management, credit business, institutional securities services, and investment management.

EBSI is principally engaged in financial services that cover corporate finance and capital markets, institutional business, asset management, and investment and financing.

INTERNAL CONTROL MEASURES

In order to protect the interests of the Shareholders, the Group will adopt the following internal control procedures in relation to the 2022 Framework Agreements:

- (a) the Group will comply with its internal control procedures in respect of related party transactions before the Company or any of its subsidiaries enters into any separate agreements that set out the specific terms of the relevant services to be procured under the 2022 Framework Agreements;
- (b) in relation to the 2022 Deposit Services Framework Agreement, the Group shall obtain quotations from CE Bank and at least two other banks for rates of deposits of an equivalent amount and for the equivalent period, and will only deposit its funds with CE Bank if the terms quoted are no less favourable than the terms quoted by such two other banks;
- (c) in relation to the 2022 Loan Services Framework Agreement, the Group shall obtain quotations from CE Bank and at least two other banks for rates for loans of an equivalent amount and for the equivalent period, and will only borrow funds from CE Bank if the terms quoted are no less favourable than the terms quoted by such two other banks;
- (d) in relation to the 2022 Underwriting and Advisory Services Framework Agreement, the Group shall obtain quotations from EB Securities, CEB International or EBSI or their respective affiliates and at least two other counterparties, and will only engage EB Securities, CEB International or EBSI or their respective affiliates if the price(s) or fee(s) at which EB Securities, CEB International or EBSI or their respective affiliates (as appropriate) underwrite and/or advise such securities will not be higher than the price(s) or fee(s) at which such securities are underwritten or advised by Independent Third Parties;
- (e) in relation to the 2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement, the Group shall obtain quotations from Everbright Environment or its subsidiaries and at least two Independent Third Parties for the same or similar services on a fair and reasonable basis, and will only engage Everbright Environment or its subsidiaries if the price(s) or fee(s) for such services to be provided by Everbright Environment or its subsidiaries are not higher than the price(s) or fee(s) for such services to be provided by Independent Third Parties;

- (f) in relation to the 2022 Property Lease Framework Agreement, the rentals payable by the Group shall be in the region of the prevailing market rental for the property, where the Group shall collect and make reference to data of market rents of comparable properties; and
- (g) the audit committee of the Company shall trace, monitor and evaluate the payment arrangements and transaction amounts under agreements on connected transactions so as to ensure that the agreements are executed in accordance with the relevant pricing policies and that the 2022 Annual Caps will not be exceeded.

The Board considers that the above internal control procedures adopted by the Group in connection with the continuing connected transactions under the 2022 Framework Agreements are appropriate and sufficient, and will give sufficient assurance that the continuing connected transactions will be appropriately monitored by the Group.

IMPLICATIONS UNDER THE SEHK LISTING RULES

As at the date of this announcement, Everbright Environment holds approximately 72.87% of the shares in the share capital of the Company through its wholly-owned subsidiary and is a controlling shareholder of the Company and therefore a connected person of the Company under Rule 14A.07(1) of the SEHK Listing Rules. China Everbright Group is a controlling shareholder of Everbright Environment, which is in turn the controlling shareholder of the Company. China Everbright Group is therefore an associate of Everbright Environment, and a connected person of the Company under Rule 14A.07(4) of the SEHK Listing Rules. The transactions contemplated under the 2022 Framework Agreements therefore constitute continuing connected transactions of the Company under Chapter 14A of the SEHK Listing Rules.

As one or more applicable percentage ratios in respect of the annual caps of each of the 2022 Framework Agreements are over 0.1% but less than 5%, the transactions contemplated under each of the 2022 Framework Agreements are subject to the reporting, announcement and annual review requirements but exempted from the circular and independent shareholders' approval requirements under Chapter 14A of the SEHK Listing Rules.

IMPLICATIONS UNDER THE SGX-ST LISTING MANUAL

The entry into, and the transactions contemplated under, the 2022 Framework Agreements fall under the scope of activities set out under the Company's IPT Mandate, which was renewed with the approval of the Shareholders at the annual general meeting of the Company held on 27 April 2021.

DEFINITIONS

In this announcement, the following terms have the following meanings unless the context otherwise requires:

“2019 Deposit Services Framework Agreement”	the deposit services framework agreement dated 15 April 2019 entered into between the Company and China Everbright Group, pursuant to which China Everbright Group agreed to procure CE Bank to provide deposit services to the Group commencing from 15 April 2019 to 31 December 2021, the details of which are set out in the Prospectus
“2019 Framework Agreements”	the 2019 Deposit Services Framework Agreement, the 2019 Loan Services Framework Agreement, the 2019 Underwriting and Advisory Services Framework Agreement, the 2019 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement and the 2019 Property Lease Framework Agreement
“2019 Loan Services Framework Agreement”	the loan services framework agreement dated 15 April 2019 entered into between the Company and China Everbright Group, pursuant to which China Everbright Group agreed to procure CE Bank to provide loan services to the Group commencing from 15 April 2019 to 31 December 2021, the details of which are set out in the Prospectus
“2019 Property Lease Framework Agreement”	the property lease framework agreement dated 15 April 2019 entered into between the Company and Everbright Environment, pursuant to which Everbright Environment agreed to lease properties to the Group commencing from 15 April 2019 to 31 December 2021, the details of which are set out in the Prospectus

<p>“2019 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement”</p>	<p>the sludge treatment and hazardous waste treatment services framework agreement dated 15 April 2019 entered into between the Company and Everbright Environment, pursuant to which Everbright Environment agreed to procure its subsidiaries to provide sludge treatment and hazardous waste treatment services to the Group commencing from 15 April 2019 to 31 December 2021, the details of which are set out in the Prospectus</p>
<p>“2019 Underwriting and Advisory Services Framework Agreement”</p>	<p>the underwriting and advisory services framework agreement dated 15 April 2019 entered into between the Company and China Everbright Group, pursuant to which China Everbright Group agreed to procure CEB International, EBSI and their associates to provide underwriting and advisory services to the Group commencing from 15 April 2019 to 31 December 2021, the details of which are set out in the Prospectus</p>
<p>“2022 Annual Cap(s)”</p>	<p>the annual cap(s) for the year ending 31 December 2022 under the respective 2022 Framework Agreements</p>
<p>“2022 Deposit Services Framework Agreement”</p>	<p>the deposit services framework agreement dated 22 December 2021 entered into between the Company and China Everbright Group, pursuant to which China Everbright Group agreed to procure CE Bank to provide deposit services to the Group commencing from 1 January 2022 to 31 December 2022</p>
<p>“2022 Framework Agreements”</p>	<p>the 2022 Deposit Services Framework Agreement, the 2022 Loan Services Framework Agreement, the 2022 Underwriting and Advisory Services Framework Agreement, the 2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement and the 2022 Property Lease Framework Agreement</p>

“2022 Loan Services Framework Agreement”	the loan services framework agreement dated 22 December 2021 entered into between the Company and China Everbright Group, pursuant to which China Everbright Group agreed to procure CE Bank to provide loan services to the Group commencing from 1 January 2022 to 31 December 2022
“2022 Property Lease Framework Agreement”	the property lease framework agreement dated 22 December 2021 entered into between the Company and Everbright Environment, pursuant to which Everbright Environment agreed to lease properties to the Group commencing from 1 January 2022 to 31 December 2022
“2022 Sludge Treatment and Hazardous Waste Treatment Services Framework Agreement”	the sludge treatment and hazardous waste treatment services agreement dated 22 December 2021 entered into between the Company and Everbright Environment, pursuant to which Everbright Environment agreed to procure its subsidiaries to provide sludge treatment and hazardous waste treatment services to the Group commencing from 1 January 2022 to 31 December 2022
“2022 Underwriting and Advisory Services Framework Agreement”	the underwriting and advisory services framework agreement dated 22 December 2021 entered into between the Company and China Everbright Group, pursuant to which China Everbright Group agreed to procure EB Securities, CEB International and/or EBSI provide underwriting and advisory services to the Group commencing from 1 January 2022 to 31 December 2022
“associate(s)”	has the meaning given to it under the SEHK Listing Rules
“Board”	the board of Directors of the Company
“CBIRC”	China Banking and Insurance Regulatory Commission (中國銀行保險監督管理委員會)

“CE Bank”	China Everbright Bank Company Limited (中國光大銀行股份有限公司), a joint stock limited company incorporated under the laws of the PRC with limited liability, whose H shares and A shares are listed on the Main Board of the SEHK (Stock Code: 6818) and the Shanghai Stock Exchange (Stock Code: 601818) respectively, and an associate of China Everbright Group
“CEB International”	CEB International Investment Corporation Limited (光銀國際投資有限公司), a company incorporated under the laws of Hong Kong with limited liability, a wholly-owned subsidiary and an associate of CE Bank
“China Everbright Group”	China Everbright Group Ltd.* (中國光大集團股份公司), a joint stock company incorporated under the laws of the PRC, a controlling shareholder and an associate of Everbright Environment
“Company”	China Everbright Water Limited (中國光大水務有限公司), an exempted company incorporated under the laws of Bermuda with limited liability, whose shares are listed on the Mainboard of the SGX-ST (Stock Code: U9E) and the Main Board of the SEHK (Stock Code: 1857)
“connected person(s)”	has the meaning ascribed to it under the SEHK Listing Rules
“controlling shareholder(s)”	has the meaning ascribed to it under the SEHK Listing Rules
“Director(s)”	the director(s) of the Company
“EB Securities”	Everbright Securities Company Limited (光大證券股份有限公司), a company incorporated under the laws of the PRC with limited liability, whose shares are listed on the Main Board of the SEHK (Stock Code: 6178) and the Shanghai Stock Exchange (Stock Code: 601788), an associate of China Everbright Group with China Everbright Group being its controlling shareholder

“EBSI”	China Everbright Securities International Limited (中國光大證券國際有限公司), a company incorporated under the laws of Hong Kong with limited liability, a wholly-owned subsidiary and an associate of EB Securities
“Everbright Environment”	China Everbright Environment Group Limited (中國光大環境(集團)有限公司), a company incorporated under the laws of Hong Kong with limited liability, whose shares are listed on the Main Board of the SEHK (Stock Code: 257), and the controlling shareholder of the Company
“Group”	the Company and its subsidiaries; and for the purpose of the 2019 Framework Agreements and the 2022 Framework Agreements, include the Company, its subsidiaries and their respective associates
“HK\$”	Hong Kong dollar(s), the lawful currency of Hong Kong
“Hong Kong”	the Hong Kong Special Administrative Region of the PRC
“independent shareholder(s)”	has the meaning ascribed to it under the SEHK Listing Rules
“Independent Third Party(ies)”	an entity which, to the best of the Directors’ knowledge, information and belief, having made all reasonable enquiries, is not a connected person of the Company within the meaning of the SEHK Listing Rules
“IPT Mandate”	the general mandate pursuant to Chapter 9 of the SGX-ST Listing Manual
“Mainland China”	the PRC excluding Hong Kong Special Administrative Region, Macao Special Administrative Region and Taiwan
“Original Annual Caps”	the annual caps for the year ended 31 December 2019, 2020 and 2021 under the respective 2019 Framework Agreements
“PBOC”	People’s Bank of China (中國人民銀行)
“PRC”	the People’s Republic of China

“Prospectus”	the prospectus of the Company dated 24 April 2019
“RMB”	Renminbi, the lawful currency of the PRC
“SEHK”	The Stock Exchange of Hong Kong Limited
“SEHK Listing Rules”	the Rules Governing the Listing of Securities on the SEHK
“SGX-ST”	the Singapore Exchange Securities Trading Limited
“SGX-ST Listing Manual”	the listing manual of the SGX-ST
“Shareholder(s)”	shareholder(s) of the Company
“%”	per cent

By Order of the Board
China Everbright Water Limited
Peng Pei
Legal Counsel and Joint Company Secretary

Hong Kong and Singapore, 22 December 2021

As at the date of this announcement, the Board comprises: (i) three executive directors, namely Mr. Hu Yanguo (Chairman), Mr. Tao Junjie (Chief Executive Officer) and Mr. Luo Junling; and (ii) four independent non-executive directors, namely Mr. Zhai Haitao, Mr. Lim Yu Neng Paul, Ms. Cheng Fong Yee and Ms. Hao Gang.