SIIC ENVIRONMENT HOLDINGS LTD.
(Company Registration No. 200210042R)
(Incorporated in Singapore)
(the "**Company**")

MINUTES OF ANNUAL GENERAL MEETING

PLACE	:	"Live" webcast
DATE	:	Friday, 30 April 2021
TIME	:	10:00 a.m.
PRESENT	:	Please see attendance list.
IN ATTENDANCE	:	Please see attendance list.
CHAIRMAN	:	Mr. Zhou Jun

QUORUM

The chairman (the "**Chairman**") of the annual general meeting of the Company (the "**AGM**") sought the confirmation of the Company Secretary that a quorum was present and the Company Secretary confirmed that the quorum necessary for a general meeting as set out in the constitution of the Company (the "**Constitution**") was present. Therefore, the Chairman declared the AGM open at 10:00 a.m.

INTRODUCTION

The Chairman introduced the directors of the Company (the "**Directors**") present at the AGM.

NOTICE

With the consent of the shareholders of the Company present at the AGM (the "**Shareholders**"), the notice dated 26 March 2021 convening the AGM (the "**Notice of the AGM**") was taken as read.

VOTING BY POLL

The Chairman informed the Shareholders that In.Corp Corporate Services Pte. Ltd. ("**Singapore Share Registrar**") and Computershare Hong Kong Investor Services Limited ("**Hong Kong Share Registrar**") have been appointed as the Singapore and Hong Kong Polling Agent of the AGM respectively and BDO Corporate Services Pte. Ltd. has been appointed as the scrutineer of the AGM ("**Scrutineer**").

The Chairman briefed that in view of the COVID-19 (Temporary Measures) (Alternative Arrangements for Meetings for Companies, Variable Capital Companies, Business Trusts, Unit Trusts and Debenture Holders) Order 2020 issued by Minister of Law on 13 April 2020, Singapore Shareholders will not be able to vote online at the live webcast of the AGM. Instead,

Singapore Shareholders that wish to exercise their votes must submit a proxy form for the AGM (the "**Proxy Forms**") to appoint the Chairman of the AGM to vote on their behalf.

The Chairman informed that all resolutions to be tabled at the AGM would be voted upon by way of poll as required under the Listing Manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") and the Rules (the "**Hong Kong Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**SEHK**") and subsequent regulatory announcements published by the Singapore Exchange Regulation and relevant authorities. All the motions had been duly voted by the Singapore Shareholders through the submissions of the Proxy Forms to the Singapore Share Registrar and the Scrutineer has verified the counting of all votes casted through the Proxy Forms. For voting from Hong Kong Shareholders, the Scrutineer would tabulate the voting results according to the voting papers submitted by Hong Kong Share Registrar. Proxy forms lodged have been checked and found to be in order.

SUBMISSION OF QUESTIONS FOR THE AGM

The Chairman informed that based on the information provided in the Notice of the AGM, Singapore Shareholders will not be able to ask questions at the live webcast of the AGM. The Company has received the questions from Singapore Shareholders relating to the resolutions to be tabled for approval at the AGM, the Company's businesses and operations and published its responses via SGXNet and HKEXnews on 28 April 2021. A copy of the response is annexed hereto as **Appendix 1.**

ORDINARY BUSINESSES:

1. AUDITED FINANCIAL STATEMENTS OF THE COMPANY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020 – RESOLUTION 1

The AGM proceeded to receive and adopt the Audited Financial Statements of the Company for the financial year ended 31 December 2020.

The voting results of the poll in relation to Resolution 1 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,827,408,513	99.999
Against	10,800	0.001
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That the Audited Financial Statements of the Company for the financial year ended 31 December 2020 be and are hereby received and adopted."

2. FINAL DIVIDEND OF 1.0 SINGAPORE CENT PER SHARE TAX EXEMPT (ONE-TIER) FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2020 – RESOLUTION 2

The board of Directors (the "**Board**") recommended a final dividend of 1.0 Singapore cent per share tax exempt (one-tier) for the financial year ended 31 December 2020.

The voting results of the poll in relation to Resolution 2 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,825,725,866	99.907
Against	1,693,447	0.093
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That the declaration of a final dividend of 1.0 Singapore cent per share tax exempt (one-tier) for the financial year ended 31 December 2020 be and is hereby approved."

3. DIRECTORS' FEES FOR THE FINANCIAL YEAR ENDING 31 DECEMBER 2020 – RESOLUTION 3

The Board has recommended Directors' fees amounting to S$800,000 for the financial year ending 31 December 2021.

The voting results of the poll in relation to Resolution 3 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,824,640,037	99.985
Against	278,900	0.015
Abstained	3,500,376	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That the payment Directors' fees amounting to S$800,000 for the financial year ending 31 December 2021 be approved for payment."

4. RE-ELECTION OF MR. YEO GUAT KWANG AS A DIRECTOR OF THE COMPANY – RESOLUTION 4

Mr. Yeo Guat Kwang ("**Mr. Yeo**"), who was retiring as a Director in accordance with Regulation 91 of the Constitution, had signified his consent to continue in office of the Director.

The voting results of the poll in relation to Resolution 4 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,525,172,774	83.460
Against	302,246,539	16.540
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That Mr. Yeo be and is hereby re-elected as an Independent Non-Executive Director of the Company."

Mr. Yeo, who was re-elected as a Director at the AGM, remains as an Independent Non-Executive Director, the chairman of the Nomination Committee, a member of the Audit Committee and a member of the Remuneration Committee. The Board, with recommendation of the Nomination Committee of the and receipt of the independence confirmation from Mr. Yeo, is of the view that Mr. Yeo is considered independent pursuant to Rule 704(8) of the Listing Manual of the SGX-ST and Rule 3.13 of the Hong Kong Listing Rules.

5. RE-ELECTION OF MR. AN HONGJUN AS A DIRECTOR OF THE COMPANY – RESOLUTION 5

Mr. An Hongjun ("**Mr. An**"), who was retiring as a Director in accordance with Regulation 91 of the Constitution, had signified his consent to continue in office of the Director.

The voting results of the poll in relation to Resolution 5 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,525,172,774	83.460
Against	302,246,539	16.540
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That Mr. An be and is hereby re-elected as an Independent Non-Executive Director of the Company."

Mr. An, who was re-elected as a Director at the AGM, remains as an Independent Non-Executive Director, the chairman of the Audit Committee, a member of the Nomination Committee and a member of the Remuneration Committee. The Board, with recommendation of the Nomination Committee and receipt of the independence confirmation from Mr. An, is of the view that Mr. An is considered independent pursuant to Rule 704(8) of the Listing Manual of the SGX-ST and Rule 3.13 of the Hong Kong Listing Rules.

6. RE-ELECTION OF MR. ZHONG MING AS A DIRECTOR OF THE COMPANY – RESOLUTION 6

Mr. Zhong Ming ("**Mr. Zhong**"), who was retiring as a Director in accordance with Regulation 91 of the Constitution, had signified his consent to continue in office of the Director.

The voting results of the poll in relation to Resolution 6 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,525,823,874	83.496
Against	301,595,439	16.504
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That Mr. Zhong be and is hereby re-elected as an Independent Non-Executive Director of the Company."

Mr. Zhong, who was re-elected as a Director at the AGM, remain as an Independent Non-Executive Director, the chairman of the Remuneration Committee, a member of the Audit Committee and a member of the Nomination Committee. The Board, with recommendation of the Nomination Committee and receipt of the independence confirmation from Mr. Zhong Ming, is of the view that Mr. Zhong Ming is considered independent pursuant to Rule 704(8) of the Listing Manual of the SGX-ST and Rule 3.13 of the Hong Kong Listing Rules.

7. MR. YEO GUAT KWANG'S CONTINUED APPOINTMENT AS AN INDEPENDENT NON-EXECUTIVE DIRECTOR BY ALL SHAREHOLDER – RESOLUTION 7

Subsequent to the passing of Resolution 4, Resolution 7 is to approve Mr. Yeo's continued appointment as an Independent Non-Executive Director by all shareholders in accordance with Rule 210(5)(d)(iii) of the Listing Manual of the SGX-ST, this resolution shall continue in force until the earlier of the following: (i) the retirement or resignation of Mr. Yeo as a Director; or (ii) the conclusion of the third AGM following the passing of this resolution.

The voting results of the poll in relation to Resolution 7 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,525,973,074	83.504
Against	301,446,239	16.496
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That Mr. Yeo's continued appointment as an Independent Non-Executive Director of the Company in accordance with Rule 210(5)(d)(iii) of the Listing Manual of the SGX-ST be and is hereby approved and such Resolution shall continue in force until the earlier of the following: (i) the retirement or resignation of Mr. Yeo as a Director; or (ii) the conclusion of the third AGM of the Company following the passing of this resolution."

8. MR. YEO GUAT KWANG'S CONTINUED APPOINTMENT AS AN INDEPENDENT NON-EXECUTIVE DIRECTOR BY SHAREHOLDERS (EXCLUDING THE DIRECTORS AND CHIEF EXECUTIVE OFFICER OF THE COMPANY AND THEIR RESPECTIVE ASSOCIATES) – RESOLUTION 8

Subsequent to the passing of Resolution 4 and Resolution 7, Resolution 8 is to approve Mr. Yeo's continued appointment as an Independent Non-Executive Director by shareholders excluding the Directors and the Chief Executive Officer ("**CEO**") of the Company, and the respective associates of such Directors and CEO, and the authority conferred by this resolution shall continue in force until the earlier of the following: (i) the retirement or resignation of Mr. Yeo as a Director; or (ii) the conclusion of the third AGM following the passing of this resolution.

The voting results of the poll in relation to Resolution 8 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,523,472,698	83.482
Against	301,446,239	16.518
Abstained	3,500,376	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That Mr. Yeo's continued appointment as an Independent Non-Executive Director of the Company by shareholders excluding the Directors and the CEO of the Company, and the respective associates of such Directors and CEO in accordance with Rule 210(5)(d)(iii) of the Listing Manual of the SGX-ST be and is hereby approved and such Resolution shall continue in force until the earlier of the following: (i) the retirement or resignation of Mr. Yeo as a director; or (ii) the conclusion of the third AGM of the Company following the passing of this Resolution."

9. RE-APPOINTMENT OF AUDITORS AND TO AUTHORISE THE DIRECTORS OF THE COMPANY TO FIX THEIR REMUNERATION – RESOLUTION 9

The AGM proceeded to re-appoint Messrs Deloitte & Touche LLP, who had expressed their willingness to continue in office, as the auditors of the Company and to authorise the Board to fix their remuneration.

The voting results of the poll in relation to Resolution 9 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,827,140,413	99.985
Against	278,900	0.015
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That Messrs Deloitte & Touche LLP, who have expressed their willingness to continue in office, be and are hereby re-appointed as Auditors and the Board of Directors of the Company be and is hereby authorized to fix their remuneration."

ANY OTHER BUSINESS

As no notice of any other ordinary business to be transacted at the AGM had been received by the Secretary, the AGM proceeded to deal with the special business outlined in the Notice of the AGM.

SPECIAL BUSINESSES:

10. GENERAL MANDATE TO ALLOT AND ISSUE SHARES – RESOLUTION 10

The voting results of the poll in relation to Resolution 10 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,512,996,974	82.794
Against	314,422,339	17.206
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That pursuant to Section 161 of the Companies Act, Chapter 50, Rule 806 of the Listing Manual ("**Listing Manual**") of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") and the Rules ("**Hong Kong Listing Rules**") Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited ("**SEHK**"), the Directors of the Company ("**Directors**") be authorised and empowered to:

(a) (i) issue shares in the Company ("**Shares**") whether by way of rights, bonus or otherwise; and/or

(ii) make or grant offers, agreements or options (collectively, "**Instruments**") that might or would require shares to be issued, including but not limited to the creation and issue of (as well as adjustments to) options, warrants, debentures or other instruments convertible into Shares,

at any time and upon such terms and conditions and for such purposes and to such persons as the Directors of the Company may in their absolute discretion deem fit; and

(b) (notwithstanding the authority conferred by this Resolution may have ceased to be in force) issue Shares in pursuance of any Instruments made or granted by the Directors of the Company while this Resolution was in force,

provided that:

(1) the aggregate number of Shares (including shares to be issued in pursuance of the Instruments, made or granted pursuant to this Resolution) to be issued pursuant to this Resolution shall not exceed one hundred per centum (100%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company (as calculated in accordance with sub-paragraph (2) below), of which the aggregate number of shares to be issued other than on a pro-rata basis to shareholders of the Company shall not exceed twenty per centum (20%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company (as calculated in accordance with sub-paragraph (2) below);

(2) (subject to such manner of calculation as may be prescribed by the SGX-ST and SEHK) for the purpose of determining the aggregate number of Shares that may be issued under sub-paragraph (1) above, the total number of issued shares (excluding treasury shares and subsidiary holdings) shall be based on the total number of issued Shares (excluding treasury shares and subsidiary holdings) in the capital of the Company at the time of the passing of this Resolution, after adjusting for:

(a) new Shares arising from the conversion or exercise of any convertible securities;

(b) new Shares arising from exercising share options or vesting of share awards; and

(c) any subsequent bonus issue, consolidation or subdivision of Shares;

Adjustments in accordance with Rule 806(3)(a) or Rule 806(3)(b) of the Listing Manual of the SGX-ST are only to be made in respect of new shares arising from convertible securities, share options or share awards which were issued and outstanding or subsisting at the time of the passing of the resolution approving the mandate.

(3) in exercising the authority conferred by this Resolution, the Company shall comply with the provisions of the Listing Manual of the SGX-ST and the Hong Kong Listing Rules for the time being in force (unless such compliance has been waived by the SGX-ST and the SEHK) and the Constitution of the Company; and

(4) unless revoked or varied by the Shareholders in a general meeting, such authority conferred by this Resolution shall continue in force until the conclusion of the next AGM of the Company or the date by which the next AGM of the Company is required by law to be held, whichever is earlier."

11. RENEWAL OF SHARE PURCHASE MANDATE – RESOLUTION 11

The voting results of the poll in relation to Resolution 11 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	558,922,587	99.998
Against	10,800	0.002
Abstained	1,268,485,926	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"**That**:

(a) for the purposes of Sections 76C and 76E of the Companies Act, Chapter 50 of the Laws of Singapore, the exercise by the Directors of all the powers of the Company to purchase, or otherwise acquire, issued Shares of the Company not exceeding in aggregate the Prescribed Limit (as hereinafter defined), at such price or prices as may be determined by the Directors, from time to time, up to the Maximum Price (as hereinafter defined), whether by way of:

(i) off-market purchases (each an "**Off-Market Share Purchase**") effected pursuant to an equal access scheme (as defined in Section 76C of the Companies Act, as modified, supplemented or amended from time to time); and/or

(ii) on-market purchases (each an "**On-Market Share Purchase**") on the SGX-ST and/or the SEHK, through the ready markets, through one or more duly licensed stock brokers appointed by the Company for such purpose,

and otherwise in accordance with all other laws and regulations and rules of the SGX-ST, the Singapore Code on Take-overs and Mergers, the Hong Kong Listing Rules, the Code on Share Buybacks of Hong Kong, and the Code on Takeovers and Mergers of Hong Kong, as may for the time being, be applicable, be and is hereby authorised and approved generally and unconditionally ("**Share Purchase Mandate**").

(b) The purchase of Shares by the Company under the Share Purchase Mandate may be made, at any time and from time to time, on and from the date of the passing of this resolution, up to the earlier of:–

(i) the conclusion of the next AGM or the date by which such AGM is required by law or the Constitution to be held; or

(ii) the date on which Share Purchases pursuant to the Share Purchase Mandate is carried out to the full extent mandated; or

(iii) the date on which the authority conferred by the Share Purchase Mandate is revoked or varied by Shareholders in a general meeting.

(c) For the purpose of this resolution:

"**Prescribed Limited**" means ten per centum (10%) of the issued share capital of the Company as at the date of the passing of this resolution; and

"**Maximum Price**" in relation to a Share to be purchased, means an amount (excluding brokerage, stamp duties, commission, applicable goods and services tax and other related expenses) not exceeding:

(i) in the case of an On-Market Share Purchase, 105% of the Average Closing Price (as hereinafter defined) of the Shares; and

(ii) in the case of an Off-Market Share Purchase, 120% of the Average Closing Price of the Shares,

where:

"**Average Closing Price**" means the average of the closing market prices of a Share over the last five (5) Market Days ("**Market Day**", being a day on which the SGX-ST or the SEHK, as the case may be, is open for securities trading), on which transactions in the Shares were recorded, immediately preceding the date of making the On-Market Share Purchase, or, as the case may be, the date of making an announcement for an offer pursuant to the Off-Market Share Purchase, and deemed to be adjusted for any corporate action that occurs after the relevant five (5) Market Days.

(d) The Directors, and/or each and any of them, be and are hereby authorised, to complete and do all such acts and things, (including executing such documents as may be required), as they and/or he, may consider necessary, expedient, incidental or in the interests of the Company to give effect to the transactions contemplated and/or authorised by this resolution."

12. AUTHORITY TO ISSUE SHARES UNDER THE SIIC ENVIRONMENT SHARE OPTION SCHEME 2012 (THE "SHARE OPTION SCHEME") – RESOLUTION 12

The voting results of the poll in relation to Resolution 12 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,512,212,674	82.751
Against	315,206,639	17.249
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That pursuant to Section 161 of the Companies Act, Chapter 50, the Directors of the Company be authorised and empowered to issue from time to time such number of shares in the capital of the Company as may be required to be issued pursuant to the exercise of share options granted by the Company under the Share Option Scheme, whether granted during the subsistence of this authority or otherwise, provided

always that the aggregate number of additional ordinary shares to be issued pursuant to the Share Option Scheme shall not exceed ten per centum (10%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company from time to time, or such applicable limits so long as the Company remains a subsidiary of Shanghai Industrial Holdings Limited or the Shares remain listed on the SEHK, and that such authority shall, unless revoked or varied by the Company in a general meeting, continue in force until the conclusion of the next AGM of the Company or the date by which the next AGM of the Company is required by law to be held, whichever is earlier."

13. AUTHORITY TO ISSUE SHARES UNDER THE SIIC ENVIRONMENT SHARE AWARD SCHEME (THE "SHARE AWARD SCHEME") – RESOLUTION 13

The voting results of the poll in relation to Resolution 13 was as follows:

	Total Votes	Percentage of Total Votes (%)
For	1,512,196,674	82.750
Against	315,222,639	17.250
Abstained	0	0

Based on the above result, the Chairman declared the motion carried and it was **RESOLVED**:

"That pursuant to Section 161 of the Companies Act, Chapter 50, the Directors of the Company be authorised and empowered to issue from time to time such number of shares in the capital of the Company as may be required to be issued pursuant to the vesting of share awards under the Share Award Scheme, whether granted during the subsistence of this authority or otherwise, provided always that the aggregate number of additional ordinary shares to be issued pursuant to the Share Award Scheme shall not exceed fifteen per centum (15%) of the total number of issued shares (excluding treasury shares and subsidiary holdings) in the capital of the Company from time to time and that such authority shall, unless revoked or varied by the Company in a general meeting, continue in force until the conclusion of the next AGM of the Company or the date by which the next AGM of the Company is required by law to be held, whichever is earlier."

QUESTION RAISED BY HONG KONG SHAREHOLDER AT THE AGM

Question 1:

Is there a dividend policy in place at the Company? Will the Company consider raising the amount of dividends when the company's future performance grows, as it has always reported declared the same amount of dividends?

Response to Question 1:

The Chairman expressed his gratitude to the shareholders of the Company for their long-term investment. The Chairman replied that the declaration of the Company's dividend is based on the financial performance, cash flow and business development needs. The declaration of dividends and the amount of dividends declared will be carefully discussed and reviewed by the board at all times. In order to increase shareholder returns, the board has distributed an additional interim dividend of S$0.01 in 2018. The company's three-year profit gap in 2018, 2019 and 2020 are not very big and it maintains a continuous and stable growth rate of 6% to 11%. We will continue to work hard and expect the company's profits to rise continuously in the future. The board would also consider the suggestion from shareholders into account when determining the declaration of dividends. As the company's earnings grow, it will further

increase the amount of dividends by a certain percentage, giving investors with a level of stable expectations.

Once again, the Chairman thanked the long-term support from the shareholders and the Company will strive to provide shareholders with better returns.

CONCLUSION

There being no other business to transact, the Chairman declared the AGM closed at 11:05 a.m. and thanked everyone for their attendance.

CONFIRMED AS A TRUE RECORD OF PROCEEDINGS HELD

MR. ZHOU JUN
CHAIRMAN

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上海实业环境控股有限公司
SIIC ENVIRONMENT HOLDINGS LTD.

SIIC ENVIRONMENT HOLDINGS LTD.

上海實業環境控股有限公司*

(Incorporated in the Republic of Singapore with limited liability)

(Hong Kong stock code: 807)
(Singapore stock code: BHK)

RESPONSES TO QUESTIONS RECEIVED FROM SHAREHOLDERS FOR THE 30 APRIL 2021 ANNUAL GENERAL MEETING

The Board of Directors of SIIC ENVIRONMENT HOLDINGS LTD. ("**SIIC Environment**" or the "**Company**", together with its subsidiaries, the "**Group**") refers to the publishing of its annual general meeting-related documents on the SGXNET and SEHK on 25 March 2021. As of 10.00 a.m. on 23 April 2021, the Company has received the following questions from shareholders. The Company wishes to provide its responses as below:

Question 1:

Net Asset Value (NAV) (per share) of the Company stand at RMB 3.43 or around SGD 0.70. However, the stock is currently trading at about SGD 0.20. What explains the difference between the NAV and the share price? Is there a relationship between the gearing ratio or lacking business understanding of the Company from the investor?

Response to Question 1:

The ratio of stock price and NAV (or the price-to-book ratio) is only one of the indicators for measuring the share price of Company. The share price is affected by many market factors. In fact, the price-to-book ratio of the Company is within the industry range. The Company believes that the current share price does not reflect the actual value of the Company. Therefore, the Company has also proactively carried out share buybacks in the market recently to create value for shareholders and demonstrate the Company's confidence in its future development.

The Board of Directors and the management have been committed to control and improve the leverage ratio of the Company. The current leverage ratio is also at the average level of the industry comparable companies and will maintain a reasonable and healthy ratio according to the business development needs and risk control of the Group.

During the COVID-19 situation (the "**pandemic**"), communication between the Company and investors has been restricted. However, as the pandemic is under control, the Company will strengthen its communication with investors in a different aspect to improve the understanding of our business and strategic development.

Question 2:
Is the Company considering inorganic growth in addition to organic growth to boost the valuation of stock?

Response to Question 2:
The Company adheres to the development model of integrating industry and finance to promotes the growth of the performance. While upgrading and expanding the existing projects, the Company also seeks investment and merger and acquisition opportunities for high-quality projects in the market. At the same time, the Company is also actively deploying in the field of environmental protection technology and increase the proportion of asset-light business model in order to promote the Company's high-quality development, thereby enhancing shareholder value.

Question 3:
The secondary listing in Hong Kong has had no impact on the valuation. Is the Company considering a mainland China listing to increase its valuation?

Response to Question 3:
Hong Kong's secondary listing has expanded the investor coverage in different capital markets, financing channels and enhanced brand awareness. In November 2020, the Company received approval from the China Securities Regulatory Commission to issue corporate bonds up to RMB 10billion (the "**Panda Bond**"). In March 2021, the Company successfully issued the first batch of the Panda Bond of RMB 1.5billion which has been listed on the Shanghai Stock Exchange. This is an important milestone achieved by the Company in the capital market of mainland China which further expands its market influence.

Question 4:
The Company receives little attention from the analyst. Any intention of beefing things up in order to raise recognition on the accomplishments of the Company?

Response to Question 4:
The Company has always focused on communication with analysts and investors regularly. When the pandemic is fully under control, the Company will further strengthen its relationship with diversified communication channels including roadshows and site visits to the Company's operating projects to attract the attention of the public.

Question 5:

Could the Board of Directors and management provide shareholders with an update on the current status of the Company, including the challenges and risks posed by the ongoing COVID-19 pandemic?

Response to Question 5:

The Company's business has been in rapid growth. The pandemic has brought challenges to the Company's operations in the first half of 2020, such as business slowdown, delays in the construction progress of some projects, and a slight decrease in operating income and profits. With the effective control of the pandemic in Mainland China in the second half of 2020, the business quickly recovered, making up for the decline in the first half of 2020 and subsequently showing accelerated growth. The current pandemic situation has no impact on the Company's business.

Question 6:

Does the Company's ability to receive payments from its clients, who are local governments, suffer as a result of the rise in local government debt in China? How does the business deal with non-payment, if it occurs? What are the terms of payment?

Response to Question 6:

The Company is mainly engaged in wastewater treatment, water supply and solid waste incineration projects, which belong to the basic needs of the national economy and livelihood which has always been a priority industry that is supported by the local government. The Central People's Government has enacted numerous policies to support the development of the environmental protection industry. Therefore, the management believes that the increase in debt of some local governments will not have much impact on the Company. Moreover, the Company has always maintained good relations with local governments. Different local governments have different payment terms for different business, up to 180 days.

Question 7:

Should we expect the company's strong results to continue this year when it comes to turning over associates to profitability?

Response to Question 7:

The Company is committed to strengthening the management and performances of the operating companies (including associates) within the Group. The Company will continue to enhance management to deliver good performance.

Question 8:

SIIC has recently issued bonds on the Shanghai Stock Exchange. Is the Company planning to issue more bonds in this current low-interest environment? If that's the case, what would be the target size of the bond, the percentage of loans are based on bank borrowings and which ones are based on the debt market?

Response to Question 8:

Depending on the market interest rate, the Company will determine the opportunity to issue Panda Bond. According to the approval by the China Securities Regulatory Commission in November 2020 for which the total issuance of the Company's Panda Bond within 2 years shall not exceed RMB 10 billion. As of 31 December 2020, bank loans accounted for 80.8% of the company's total loans. The Company will continue to explore various feasible and diversified financing channels to reduce its financing costs and increase shareholder value.

Question 9:

Provide the next five years plan of the Company and which of the sectors will be the priority of Company? Would solid waste incineration project take precedence?

Response to Question 9:

As the Company's five years' plan has been continuously improved, the wastewater projects have always been the core business. At the same time, the Company is also actively and continuously exploring and looking out for high-quality and profitable water treatment and solid waste incineration projects.

Question 10:

Will the Company consider expanding outside of China in order to reduce geographic risk?

Response to Question 10:

The Company has been actively seeking to expand overseas high-quality projects in responding to the "Belt and Road Initiative". The Group currently has more than 200 projects across 19 provinces and cities in Mainland China which has hedged the possible geographic risk.

By Order of the Board
SIIC Environment Holdings Ltd.
Mr. Yang Jianwei
Executive Director

Hong Kong and Singapore, 28 April 2021

As at the date of this announcement, the non-executive Chairman is Mr. Zhou Jun; the executive Directors are Mr. Yang Jianwei, Mr. Feng Jun, Mr. Xu Xiaobing, Mr. Huang Hanguang and Mr. Zhao Youmin; and the independent non-executive Directors are Mr. Yeo Guat Kwang, Mr. An Hongjun and Mr. Zhong Ming.

* *For identification purpose only*