
**PROPOSED ACQUISITION OF 159,989,376 ORDINARY SHARES IN THE CAPITAL OF
RANHILL WATER (HONG KONG) LIMITED (THE "TARGET COMPANY")
(THE "PROPOSED ACQUISITION")**

The Board of Directors (the "**Board**") of SIIC Environment Holdings Ltd. ("**SIIC**" or "**Company**") refers to the Company's announcements dated 1 September 2016 and 27 September 2016 (the "**Announcements**") in relation to the proposed acquisition by Asia Wisdom Investments Limited (the "**Purchaser**") of 159,989,376 ordinary shares in the share capital of the Target Company currently held by Ranhill Water Technologies (Cayman) Limited (the "**Vendor**"), representing 60% of the issued and paid-up share capital of the Target Company (the "**Sale Shares**").

All capitalised terms in this announcement shall, unless otherwise defined herein, have the same meanings ascribed to them in the Announcements.

The Board is pleased to announce that the shareholders of Ranhill Holdings Berhad ("**RHH**") have approved the transfer of the Sale Shares by the Vendor to the Purchaser on the terms and subject to the conditions as contemplated in the SPA, by way of an ordinary resolution passed at the extraordinary general meeting of RHH held on 5 December 2016 (the "**Ranhill Shareholders' Approval**"). With the Ranhill Shareholders' Approval, all the Conditions Precedent as stipulated in the SPA have been fulfilled. Accordingly, the SPA has become unconditional and the Proposed Acquisition will be completed within five (5) business days of 6 December 2016.

Shareholders of SIIC may refer to the announcements released on Bursa Malaysia by RHH in relation to the Ranhill Shareholders' Approval and the Proposed Acquisition, available at:

http://www.bursamalaysia.com/market/listed-companies/company-announcements/#/?category=all&sub_category=all&alphabetical=All&company=5272

SIIC will make the necessary announcement(s) as and when there are further material developments on the Proposed Acquisition in due course. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully, and should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board

Feng Jun
Executive Director
7 December 2016