



DIVESTMENT OF ZHUMADIAN CHINA WATER CO

SHANGHAI, August 24 – Sembcorp Industries (the Group) announces that its wholly-owned entity China Water Company (Zhumadian) has completed the divestment of its entire 51% stake in Zhumadian China Water Co to Beijing Enfei Environmental Protection Co for RMB90 million (approximately S\$19.5 million).

Zhumadian China Water Co runs a municipal water facility in Henan, China. The consideration for the sale was decided based on fair value of the asset. Following the divestment, Zhumadian China Water Co has ceased to be part of the Group.

The transaction is not expected to have a material impact on the earnings per share and net asset value per share of the Group for the financial year ending December 31, 2015.