



CHINA JINJIANG ENVIRONMENT HOLDING COMPANY LIMITED

中国锦江环境控股有限公司

(Incorporated in the Cayman Islands)

Company Registration Number: 245144

PRESS RELEASE

**Jinjiang Environment acquires PT. Indo Green Power,
expanding its overseas footprint**

(SINGAPORE, 1 June 2018) – China Jinjiang Environment Holding Company Limited (“Jinjiang Environment” and together with its subsidiaries, the **“Group”**), a leading waste-to-energy (**“WTE”**) operator in the People’s Republic of China (**“PRC”**), announced the acquisition by its wholly-owned subsidiary PT. Jinjiang Environment Indonesia (**“Jinjiang Environment Indonesia”**) of a 95.0% stake in PT. Indo Green Power (**“IGP”**), which has secured a concession to construct, own and operate a WTE facility in Palembang, Indonesia with a total installed waste treatment capacity of 1,000 tons per day (the **“Palembang Project”**).

Under the terms of the aforesaid concession, IGP has an exclusive right to provide waste treatment services in a defined area in Palembang, Indonesia for a period of 30 years from the date of commencement of commercial operation of the Palembang Project, in consideration of a tipping fee, and electricity tariff payable by the relevant local authorities for the waste treatment services provided and electricity generated by the Palembang Project, respectively.

The total estimated total investment amount for the Palembang Project is approximately US\$120 million (equivalent to approximately S\$160.5 million¹), which will be funded through the Group’s internal resources, bank borrowings and/or future equity or debt fund raising. IGP will have an issued capital of Rp 25,000,000,000, and Jinjiang Environment Indonesia’s contribution will be Rp 23,750,000,000 (equivalent to approximately S\$2.3 million), pro rata to its 95.0% stake. No consideration is payable by the Group for the acquisition of this stake.

¹ Rp, RMB and US\$ amounts have been translated into Singapore dollars, based on the respective exchange rates of S\$1.00 : Rp 10,397.79, S\$1.00 : RMB4.7873 and US\$1.00 : S\$1.3376 quoted by Bloomberg L.P. on the market day preceding the date of this press release.

With Palembang being the largest port and trade center in South Sumatra, and the ninth most populous city in Indonesia, the market potential for waste treatment is significant.

Ms. Wang Yuanluo, Non-Executive, Non-Independent Chairman of Jinjiang Environment, said: “The acquisition of IGP is another significant step in Jinjiang Environment’s established overseas expansion directives and will help strengthen its footprint in the Southeast Asian WTE market. With its target set on overseas waste treatment markets with strong potential, it has been actively riding on the ‘One Belt One Road’ initiative and has successively explored markets such as India, Germany, Brazil and Indonesia and applied its mature and advanced technologies and operating models in countries and regions with similar waste composition as China’s, setting standards for the Group through creating a series of overseas benchmark projects.

In 2017, the Group had successively secured three projects in India, making it a watershed year for the Group’s overseas expansion. Earlier in 2018, the Group laid the foundation for exploring the European market with its incorporation of Waste Tec GmbH in Germany, to promote advanced waste pretreatment technology and processes in Europe, which involves the organic combination of its own technology. In April this year, the Group had agreed to invest in a 51% stake in Brazil’s first WTE project, extending its overseas reach to the South American market. Moving forward, Jinjiang Environment will consolidate its leading position in China’s domestic WTE market, and continue to extend its overseas footprint, seize new development opportunities, continue to push for sustainable development, and maximise value for shareholders.”

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ABOUT JINJIANG ENVIRONMENT

Established in 1998, Jinjiang Environment (中国锦江环境控股有限公司) is the first private WTE operator in the PRC and continues to be the leading WTE operator in the PRC with the largest waste treatment capacity in operation. The Group’s business primarily focuses on the planning, development, construction, operation and management of WTE facilities in the PRC. It operates 20 WTE facilities in 12 provinces, autonomous regions and centrally-administered municipalities in the PRC, and has an additional (i) three WTE facilities under construction and (ii) 21 WTE facilities in the preparatory stage. The facilities in operation have a total installed waste treatment capacity of 28,280 tons/day. The estimated total installed waste treatment capacity of all the WTE facilities, when fully completed and acquired (including

expansion and upgrading), will be approximately 65,086 tons/day (including the proposed WTE project in Barueri, São Paulo, Brazil).

Issued for and on behalf of China Jinjiang Environment Holding Company Limited

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IMPORTANT NOTICE

This press release should be read in conjunction with the Company's announcement on SGXNET on 1 June 2018. This press release is for information only and may contain forward-looking statements that involve assumptions, risks and uncertainties.