

DARCO WATER TECHNOLOGIES LIMITED
(Company Registration No. 200106732C)
(Incorporated in Singapore)

PROPOSED PLACEMENT OF 5,000,000 NEW ORDINARY SHARES
IN THE CAPITAL OF THE COMPANY

The Board of Directors of Darco Water Technologies Limited (the “**Company**”) refers to the announcement made on 26 January 2017 (the “**Announcement**”) regarding the Proposed Placement. All capitalised terms used in this announcement shall, unless otherwise defined herein, have the meanings ascribed to them in the Announcement.

The Board wishes to clarify that as at the date of the Announcement, Wuhan Liankai Investment Co., Ltd. (“**WLHK**”) has a direct interest in 13,387,118 Shares, and approximately 25.58% of the Existing Share Capital, instead of a direct interest in 10,900,939 Shares and deemed interest in 2,486,179 Shares as disclosed in the Announcement.

After the completion of the Proposed Placement, WLHK will have a direct interest in 13,387,118 Shares and approximately 23.35% of the Enlarged Share Capital. In the event that the Placement Shares are only placed to Capital Boom and not Robert Stone, WLHK will have approximately 24.42% of the enlarged share capital.

By Order of the Board

Thye Kim Meng
Chairman, Managing Director and Chief Executive Officer
21 February 2017