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 pushes ahead with EPC agreement to construct the first mechanical-biological waste treatment project in Singapore awarded by NEA

- *The engineering, procurement and construction ("**EPC**") agreement to construct the MBT (Mechanical sorting, Biological drying and Treatment) project, which is considered an interested person transaction, was approved by shareholders at an EGM held on 31 December*
- *The MBT project was awarded by the National Environmental Agency of Singapore to maximise recycling and resource recovery from municipal solid waste*
- *Among the first five in Asia, the MBT project has a 20-year service concession and a planned daily waste treatment capacity of 500 tons per day*

(SINGAPORE/HONG KONG – 31 December 2018) – China Jinjiang Environment Holding Company Limited ("**Jinjiang Environment**" and together with its subsidiaries, the "**Group or Company**"; Stock Code: BWM), a leading waste-to-energy ("**WTE**") operator in the People's Republic of China ("**PRC**") and the region, has obtained shareholders' approval for, and is pushing ahead with, an EPC agreement to construct a pilot, first-of-its-kind mechanical biological waste treatment project in Singapore ("**MBT Project**").

The MBT project, which has a waste treatment capacity of 500 tons/day, was initiated by the National Environmental Agency ("**NEA**") of Singapore as part of NEA's efforts to maximise recycling and resource recovery from municipal solid waste, maximise land-use and prolong the lifespan of Singapore's only landfill, maximise resource extraction for energy generation and harness MBT's potential as an alternative technology to treat municipal solid waste. When completed, the project, located in Tuas Avenue 2, will be among only five in Asia.

Following a competitive tender initiated in November 2015, NEA awarded the tender with a 20-year concession period to a consortium comprising Hangzhou Jinjiang Group Co., Ltd. (杭州锦江集团有限公司) ("**Jinjiang Group**"), which is a controlling shareholder of the Company, and Eastern Green Power Pte Ltd ("**EGP**") in December 2016. While Jinjiang Group had intended for the newly-listed Group to undertake the MBT project instead, this was not possible due to strict project rules which did not allow the transfer of the tender from the consortium to another entity. Accordingly, Jinjiang Group and EGP jointly established JE Synergy Pte Ltd ("**JE Synergy**") to own and operate the MBT project.

Jinjiang Environment has built up a track record of undertaking design, engineering and construction projects in China, Brazil and India, which are similar in nature to the MBT Project. Jinjiang Group intends for the Group to participate in the MBT project and to tap into Jinjiang Environment's experience and expertise in these projects. Accordingly, JE Synergy will engage JE Synergy Engineering Pte Ltd ("**JE Synergy Engineering**"), an associated company of Jinjiang Environment, to provide EPC related services to the MBT project for a contract sum of S$66,563,000.

As the EPC agreement constitutes an interested person transaction, Jinjiang Environment had sought and obtained the approval of its shareholders for the EPC agreement at an extraordinary general meeting held today. Following the completion of construction of the MBT project, the Group may provide operations and maintenance services to the MBT project on an ongoing basis.

Ms. Wang Yuanluo, Non-Executive, Non-Independent Chairman of Jinjiang Environment, said: "We are very excited to be driving a groundbreaking pilot project such as this in Singapore, being the first of its kind in Singapore and among the pioneering few MBT projects within Asia. It is a stepping stone to future collaboration opportunities outside the PRC and is in line with the Group's strategy to expand its footprint outside the PRC and become a global leader in the WTE industry. Already well-adopted in Europe, the MBT process represents one of the foremost standards of waste treatment globally and we want to cultivate our expertise in this area quickly to harness the growing opportunities here. In addition, the successful completion of the project in Singapore will serve as a high-profile demonstration project of JE Synergy Engineering's engineering and construction capabilities. As the Group is looking into the possibility of providing EPC services to other projects of Jinjiang Group or secure other similar EPC projects in Singapore, handling this project will provide us with the relevant credentials, in addition to the additional revenue it will bring."

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 a leading WTE operator in the PRC in terms of 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 and has also established a presence in India, Brazil, Singapore, Indonesia and Germany. As at 30 September 2018, it operates 20 WTE facilities and two resource recycling projects in 12 provinces, autonomous regions and centrally-administered municipalities in the PRC. It has an additional (i) six WTE facilities under construction and (ii) 21 WTE facilities in the preparatory stage within the PRC and overseas. The facilities in operation have a total installed waste treatment capacity of 29,240 tons/day. The estimated total installed waste treatment capacity of all the facilities, when fully completed and acquired (including expansion and upgrading), will be approximately 66,210 tons/day.

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

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