

CHINA ENVIRONMENT LTD.

(Registration No.: 200301902W)

CAD REPORT AGAINST FORMER EXECUTIVE CHAIRMAN

The Board of Directors of China Environment Ltd (the "Company" and, together with its subsidiaries, the "Group") wishes to announce that the Company has lodged a report to the Commercial Affairs Department of the Singapore Police Force against its former Executive Chairman Huang Min and its former Chief Financial Officer Chiar Choon Teck in respect of the non-existent receivables, as announced on 21 September 2016.

The Company will keep the shareholders informed on material developments.

BY ORDER OF THE BOARD

China Environment Ltd.

Norman Winata Executive Chairman 21 December 2016