



CHINA ENVIRONMENT LTD.
(Registration No.: 200301902W)

LANDLORD ACTION WITH REGARD TO LETTER OF DEMAND

The Board of Directors of China Environment Ltd (the "Company" and, together with its subsidiaries, the "Group") wishes to announce that pursuant to the Letter of Demand from Fujian Mintai Environmental Protection Co., Ltd (wholly-owned and controlled by the Group's Major Shareholder Mr Huang Min and his spouse, "Landlord") announced on 19 October 2016, the Landlord has locked the premises of Fujian Dongyuan Environmental Protection Co., Ltd.

Due to the lock-out, the Company is unable to access the office and all the accounting and financial records that are housed in the premises.

The Company is currently reviewing its options with its legal advisors

The Company will keep the shareholders informed on material developments.

BY ORDER OF THE BOARD

China Environment Ltd.

Norman Winata
Executive Chairman
25 October 2016