

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

RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF UP TO 387,358,736 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY (THE “RIGHTS SHARES”) AT AN ISSUE PRICE OF S\$0.021 FOR EACH RIGHTS SHARE, ON THE BASIS OF SEVEN (7) RIGHTS SHARES FOR EVERY FIVE (5) EXISTING ORDINARY SHARES IN THE CAPITAL OF THE COMPANY HELD BY ENTITLED SHAREHOLDERS OF THE COMPANY AS AT THE BOOKS CLOSURE DATE, FRACTIONAL ENTITLEMENTS TO BE DISREGARDED (THE “RIGHTS ISSUE”)

Unless otherwise defined, all capitalised terms used and not defined herein shall have the same meanings given to them in the Offer Information Statement (as defined below).

The board of directors (the “**Directors**”) of the Company refers to the Company’s announcement dated 30 June 2014, 11 November 2014 and 28 January 2015 relating to the Rights Issue (the “**Rights Issue Announcements**”).

1. LODGEMENT AND DESPATCH OF THE OFFER INFORMATION STATEMENT AND ITS ACCOMPANYING DOCUMENTS

The Board wishes to announce that the offer information statement dated 09 February 2015 (the “**Offer Information Statement**”) relating to the Rights Issue has been lodged with the Monetary Authority of Singapore (“**MAS**”) today. The Offer Information Statement is available on the website of MAS at <https://opera.mas.gov.sg/ExtPortal/>.

The Offer Information Statement, together with a copy of the Application Form for Rights Shares and Excess Rights Shares (the “**ARE**”) and the Provisional Allotment Letter (the “**PAL**”), as the case may be, will be despatched by the Company to Entitled Shareholders on or about 10 February 2015.

For practicable reasons and in order to avoid any violation of securities legislation applicable in countries other than in Singapore, the Offer Information Statement and its accompanying documents will not be despatched to Foreign Shareholders. Accordingly, Foreign Shareholders will not be entitled to participate in the Rights Issue.

2. ACCEPTANCES OF PROVISIONAL ALLOTMENTS OF RIGHTS SHARES AND (IF APPLICABLE) APPLICATION FOR EXCESS RIGHTS SHARES UNDER THE RIGHTS ISSUE

Acceptances of provisional allotments of Rights Shares and (if applicable) applications for Excess Rights Shares under the Rights Issue may only be made:

- (i) in the case of Entitled Depositors, on the ARE through CDP, or by way of Electronic Application through an ATM of a Participating Bank; or
- (ii) in the case of Entitled Scripholders, on the PAL through the Share Registrar.

More information on the procedures for acceptance, payment and applications for Excess Rights Shares by Entitled Shareholders can be found in the Offer Information Statement, the ARE and the PAL.

3. TRADING PERIOD FOR THE RIGHTS

Trading for the provisional allotments of Rights Shares on the SGX-ST (the “**nil-paid Rights**”) will commence from **9.00 a.m.** on **10 February 2015** and will end at **12.30 p.m.** on **18 February 2015**.

Entitled Depositors who sell their nil-paid Rights on the SGX-ST during this period need not forward the ARE to the purchasers of the nil-paid Rights (the “**Purchasers**”) as arrangements will be made by CDP for the Application Form for Rights Shares (the “**ARS**”) to be issued to the Purchasers. Purchasers should note that CDP will, on behalf of the Company, send the ARS accompanied by the Offer Information Statement, by ordinary post and at the Purchasers’ own risk, to their respective Singapore addresses as recorded with CDP.

The Offer Information Statement and its accompanying documents will not be despatched to Purchasers whose registered addresses with CDP are not in Singapore (the “**Foreign Purchasers**”). Subject to compliance with applicable laws, Foreign Purchasers who wish to accept the provisional allotment of the Rights Shares to their Securities Accounts should make the necessary arrangements with their Depository Agents or stockbrokers in Singapore. The Company further reserves the right to reject any acceptances of the Rights Shares or any applications for Excess Rights Shares where it believes or has reason to believe that such acceptance or application may violate the applicable legislation of any jurisdiction.

4. COLLECTION OF OFFER INFORMATION STATEMENT

Entitled Shareholders who do not receive the Offer Information Statement and its accompanying documents (the ARE, ARS or the PAL, as the case may be) may during the period up to 5.00 p.m. on 26 February 2015 (or such other time(s) and/or date(s) as may be announced from time to time by on behalf of the Company) obtain copies of the documents from:

In the case of Entitled Depositors:

CDP

The Central Depository (Pte) Limited
9 North Buona Vista Drive
#01-19/20, The Metropolis
Singapore 138588

In the case of Entitled Scripholders:

Share Registrar of the Company

Boardroom Corporate & Advisory Services Pte. Ltd.
50 Raffles Place
#32-01 Singapore Land Tower
Singapore 048623

Purchasers who do not receive the ARS accompanied by the Offer Information Statement may obtain the ARS and the Offer Information Statement from CDP (the address of which is as stated above) during the period up to 5.00 p.m. on 26 February 2015 (or such other time(s) and/or date(s) as may be announced from time to time by or on behalf of the Company).

5. INDICATIVE TIMETABLE OF KEY EVENTS

Entitled Shareholders should take note of the following important dates and times relating to the Rights Issue:

Despatch of OIS (together with the PAL or the ARE (as the case may be) to the Entitled Shareholders	:	10 February 2015
Commencement of trading of “nil-paid” rights	:	10 February 2015 from 9.00 a.m.
Last date for trading of “nil-paid” rights	:	18 February 2015 at 12.30 p.m.
Last date and time for splitting rights	:	18 February 2015 at 5.00 p.m.
Last date and time for acceptance of and payment for Rights Shares	:	26 February 2015 at 5.00 p.m. (9.30 p.m. for Electronic Applications)
Last date and time for renunciation and payment for Rights Shares	:	26 February 2015 at 5.00 p.m.
Last date and time for application and payment for Excess Rights Shares	:	26 February 2015 at 5.00 p.m. (9.30 p.m. for Electronic Applications)
Expected date for issuance of Rights Shares	:	05 March 2015
Expected date for crediting of Rights Shares	:	06 March 2015
Expected date for refund of unsuccessful applications (if made through the CDP)	:	06 March 2015
Expected date for commencement of trading of Rights Shares	:	06 March 2015

The above timetable is indicative only and is subject to change. The Company may, upon consultation with the Manager and with the approval of the SGX-ST, modify the above timetable subject to any limitations under any application laws. In such an event, the Company will publicly announce the same through a SGXNET announcement to be posted on the website of the SGX-ST at <http://www.sgx.com>.

BY ORDER OF THE BOARD

THYE KIM MENG
Managing Director and Chief Executive Officer
09 February 2015