

Darco Wins RMB40.9 million ZLD WWT Project

- One of the first desulfurization zero liquid discharge wastewater treatment projects in China
- The project adopts the Group's proprietary brine recovery technology and mechanical vapour recompression technology from Vacom
- The contract win endorses the Group's capability in offering state-of-art zero liquid discharge systems

Singapore – 19 April 2016 - Mainboard-listed Darco Water Technologies Limited (the "Company" or "Darco" or the "Group") is pleased to announce that its subsidiary, Wuhan Kaidi Water Services Co., Ltd. ("Wuhan Kaidi", 武汉凯迪水务有限公司) was awarded a RMB40.9 million contract (the "Project") from Tianjin SDIC Jinneng Electric Power Co., Ltd. ("Tianjin Power", 天津国投津能发电有限公司).

This Project is for the construction of Phase II 2*1000MW desulfurization zero-liquid-discharge wastewater treatment system for Tianjin Power's power generating plant in North China, representing one of the first desulfurization zero liquid discharge wastewater treatment projects in China. The Project is expected to be completed and delivered by 31 December 2016.

For this Project, Wuhan Kaidi adopts a two-stage clarification and softening pre-treatment step. For liquid and solids separation requirement, mechanical vapour recompression ("MVR") crystallization and evaporation technologies from Vacom Systems LLC. ("Vacom") are employed.

The combination of these technologies resulted in low operating cost and smaller footprint. The installation and maintenance is also easy due to its simpler structure, with minimal chemical cleaning and has long-term operation stability.

Mr. Thye Kim Meng, CEO of the Group, said, **“The successful bid of this project is of great significance to the Group’s strategic plan, laying a solid foundation for the future development of the Group. The contract win is also a strong endorsement to the Group’s capability in offering state-of-art ZLD systems. In line with the Group’s commitment in enhancing core competitiveness with strong technological capabilities, the Group is determined to invent new technology to provide clients with cutting-edge technology.”**

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About Darco Water Technologies Limited

Established in 1999 and listed on SGX in 2002, Darco Water Technologies designs and delivers engineered solutions for water and wastewater systems for industrial and municipal customers. Its core management team has more than 19 years of experience in water treatment for a wide range of industries. Its markets include Mainland China and Southeast Asia.

For more information, please refer to www.darcowater.com

Issued for and on behalf of Darco Water Technologies Limited

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