**SIIC Environment Holdings Ltd.**
Registration No. 200210042R
One Temasek Avenue #37-02
Singapore 039192
Tel: +65 6538 2598
Fax: +65 6538 2896
www.siicenv.com

**PRESS RELEASE –** *For Immediate Release*

# SIIC Environment Completes Acquisition of Ranhill Water Hong Kong

**SINGAPORE, 12 December 2016** – SGX Mainboard-listed water treatment and environmental protection company SIIC Environment Holdings Ltd. ("**SIIC Environment**", the "**Company**", and together with its subsidiaries or collectively as the "**Group**"), today announced that it has completed the acquisition of 159,989,376 ordinary shares in the capital of Ranhill Water (Hong Kong) Limited ("**RWHK**"), representing 60% equity stake in RWHK. RWHK becomes a subsidiary of the Company.

RWHK's principal activities in China include industrial wastewater treatment services and the reclaimed water business, providing consultancy services on project management and technologies. RWHK's current wastewater treatment services are supplied to industrial parks in Jiangxi, Anhui, Liaoning and Henan based on concession agreements, with a total design treatment capacity of 260,000 ton/day. Deploying its patented technology, it has extensive expertise in the investment and operation of industrial wastewater treatment projects.

The publication of China Water Pollution Action Plan issued by the State Council of the People's Republic of China in April 2015 puts forward more stringent environmental regulations on industrial wastewater discharge. This is likely to encourage more direct investment and the application of advanced treatment technology in the sector, given that industrial clients and industrial park managers will need to meet the requirements of stricter policies and legislation. The acquisition of RWHK will enhance the Group's presence in Jiangxi, Anhui, Liaoning and Henan provinces and leverage the development potential of industrial wastewater treatment facilities in the Group's current asset locations.

"The acquisition of RHWK effectively gives us a strong foothold in China's industrial water treatment sector. As it stands, SIIC Environment is a leader in the domestic wastewater treatment market in China, and RHWK's current activities in China are complementary to our business, immediately adding substantial industrial wastewater treatment capacity to our portfolio," said Zhou Jun, Executive Chairman, SIIC Environment Holdings Ltd. "We believe that SIIC Environment is in a position to capitalise on the potential investment opportunities in industrial wastewater treatment sector subsequent to this acquisition."

—END—

**SIIC Environment Holdings Ltd.**
Registration No. 200210042R
One Temasek Avenue #37-02
Singapore 039192
Tel: +65 6538 2598
Fax: +65 6538 2896
www.siicenv.com

**About SIIC Environment Holdings Ltd.**

SIIC Environment Holdings Ltd. ("SIIC Environment" or the "Group", stock code: BHK.SG) is a top-tier integrated player in China's environmental industry. The Group is engaged in water treatment, solid waste treatment and other environment-related businesses. The Group is previously known as Asia Water Technology Ltd ("Asia Water") which was listed on the SGX-ST Catalist in 2005. In 2010 Shanghai Industrial Holdings Ltd. ("SIHL", stock code: 363.HK) acquired a controlling stake and completed debt restructure in Asia Water. The Group was renamed SIIC Environment Holdings Ltd and transferred to the SGXST Mainboard in 2012. Since the restructuring, the Group has shown tremendous growth and continues to increase its market share in China's water and environmental protection sector.

SIIC Environment is an active investor and operator of environment-related assets and has been operating in China's water sector for over a decade. At present, the Group's portfolio boasts over 80 water treatment and supply projects and 3 waste incineration projects across 15 municipalities and provinces, namely Shandong, Guangdong, Hubei, Hunan, Jiangsu, Shanghai, Zhejiang, Fujian, Guangxi, Ningxia, Henan, Liaoning, Shanxi, Sichuan and Heilongjiang.

By leveraging on its business strategy and structure scalability and its technique extensiveness, SIIC Environment seeks to expand its competencies to include related sectors in the water and environmental protection industries such as industrial wastewater treatment, seawater desalination, sludge treatment and handling, soil treatment and new energy resources, thereby strengthening its top-tier position in China's environmental investment industry.

For more information, please visit us at www.siicenv.com.

---

For investor and media queries, please contact:

Ms. Rachel Cai
Head of Investor Relations
SIIC Environment Holdings Ltd.
Email: caihuijing@siicenv.com

Ms. Holly Huang / Mr. Aaron Ng
Investor and Media Relations
Hill+Knowlton Strategies
Email: siicenvironment@hkstrategies.com
DID: (65) 6390 3335