
PROPOSED DISPOSAL OF 100% EQUITY INTEREST IN WUHAN KAIDI WATER SERVICES CO., LTD. (THE “PROPOSED DISPOSAL”) – COMPLETION

The Board of Directors (the “**Board**”) of SIIC Environment Holdings Ltd (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”) refers to its announcement dated 27 March 2014 in relation to the Proposed Disposal and wishes to announce that the Company and its wholly-owned subsidiary, SIIC Environment Holdings (Wuhan) Co., Ltd. (“**SIIC Environment Wuhan**”) had on 4 July entered into a sale and purchase agreement (“**SPA**”) with Wuhan Liankai Investment Co., Ltd. (武汉联凯投资有限公司) and Hong Kong Meidi Investments Holdings Co., Ltd. (香港美地投资(控股)有限公司) (“**Purchasers**”) for the disposal its wholly-owned subsidiary, Wuhan Kaidi Water Services Co., Ltd. (“**Target Company**”), at an aggregate sale price of RMB16.78 million (equivalent to S\$3.41 million¹) (“**Sale Price**”).

The Proposed Disposal constitutes a “Non-Discloseable Transaction” as defined in Chapter 10 of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual (“**Listing Manual**”).

The Sale Price for the Proposed Disposal was arrived through open bidding on the Shanghai United Assets and Equity Exchange, from a minimum listed price of RMB7.88 million (approximately S\$1.63 million²), drawing reference from the value of the net assets of the Target Company.

The Sale Price will be fully satisfied by the Purchaser in cash.

Further thereto, the Company wishes to update the shareholders that the Proposed Disposal has been duly completed and accordingly, the Target Company has ceased to be a wholly-owned subsidiary of the Group.

The Disposal of the Target Company is not expected to have any material impact on the net tangible assets per share and earnings per share of the Company and the Group for the financial year ending 31 December 2014.

None of the directors, controlling shareholders or substantial shareholders of the Company have any interest, direct or indirect, in the disposal of the Target Company.

A copy of the SPA will be available for inspection during normal business hours at the Company’s registered address at One Temasek Avenue #37-03 Millenia Tower Singapore 039192 for a period of three (3) months from the date of this announcement.

By Order of the Board

Feng Jun
Executive Director

12 August 2014

¹ Based on exchange rate of S\$1:RMB4.916 as at 11 August 2014

² Based on exchange rate of S\$1:RMB4.844 as at 26 March 2014