

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

PROPOSED ACQUISITION OF 12% EQUITY INTEREST IN THE REGISTERED CAPITAL OF WUHAN KAIDI WATER SERVICES CO., LTD. (武汉凯迪水务有限公司) – EXTENSION OF LONG STOP DATE

Unless otherwise defined, all capitalised terms shall bear the same meanings as the announcement released by Darco Water Technologies Limited (the "Company") on 16 June 2017 (the "Announcement").

The Board of Directors (the "**Board**" or the "**Directors**") of the Company refers to the Announcement. As set out in paragraph 3.3 of the Announcement and pursuant to the SPA, if any of the conditions precedent set out in the SPA is not satisfied or waived by the Company and/or the Vendor (as the case may be) on or before such date falling 90 days from the date of the SPA or such other date as the Company and the Vendor may mutually agree in writing (the "**Long Stop Date**"), the obligations of the Company and the Vendor under the SPA shall terminate (other than certain surviving clauses).

The Board wishes to announce that the Company and the Vendor have on 11 December 2017 entered into a supplemental agreement to extend the Long Stop Date to 16 March 2018, or such other date as the Company and the Vendor may mutually agree in writing.

The Company will announce further updates as and when there are material developments in relation to the Proposed Acquisition.

By Order of the Board

Thye Kim Meng

Chairman, Managing Director and Chief Executive Officer 12 December 2017