



CITIC ENVIROTECH LTD

(Company Registration Number: 200306466G)

CITIC Envirotech Secured RMB 680 million In Two Industrial Hazardous Waste Treatment Projects in Xinjiang Province, China

The Board of Directors (“Board”) of CITIC Envirotech Ltd (“CEL”, “Group” or “Company”) is pleased to announce that the Group has secured two industrial hazardous waste treatment projects in Xinjiang Province, with a total investment amount of RMB 680 million.

The first project is a RMB 650 million Build-Own-Operate (“BOO”) project of a 400,000 tons per year solid waste plant, a 50,000 tons per year hazardous waste plant and a landfill in the Korla Economic and Technological Development Zone (“Korla ETDZ”) in the capital of Bazhou City under the Xinjiang Uygur Autonomous Region. The waste treatment facility is the first in Korla ETDZ and will serve the industries in oil and petrochemical, fine chemicals, cotton, chemical fiber, printing and dyeing, mining and machinery manufacturing located in the 140km² industrial zone.

The project will commence immediately and is targeted to be completed by end 2019. A project company will be formed by CEL and Xinjiang Tiansheng Maoyuan Environmental Protection Technology Co., Ltd. (“Xinjiang Tiansheng”) with shareholdings of 60% and 40% respectively, to undertake this project. Xinjiang Tiansheng is a local environmental engineering company with experience in hazardous waste disposal, engineering survey and design and ecological monitoring.

The second project involves the upgrading and operation of an existing hazardous waste treatment facility in Aksu City, Xinjiang Province. The investment for the upgrade is RMB 30 million. The facility is a national hazardous waste and medical waste disposal facility to treat hazardous wastes in southern Xinjiang prefecture and medical wastes for eight counties in the Aksu region.

The design capacity of the hazardous waste treatment facility is 12,600 tons per year, which consists of an incineration plant, a waste treatment plant and a landfill. The project comes with a service concession of 27 years. A project company will be formed by CEL and Wangchao Xinwei Environmental Protection Technology Co., Ltd, with shareholdings of 60% and 40% respectively, to undertake this project.

The new project wins are a recognition of CEL's capability and technologies in the hazardous waste management sector. CEL secured two hazardous waste treatment projects in Shandong's Binzhou City and Rizhao City last year valued at RMB 315 million and RMB 240 million respectively. Given the more stringent environmental regulations and favorable policy trend, the hazardous waste management market is poised to expand and will form a key growth driver for the Group.

The capital injection of the above investments is from the proceeds of the recent placement of new ordinary shares in the capital of the Company and bank financing.

The above investments have no material effect on the net tangible assets per share or earnings per share of the Company for the financial year ending 31 December 2018.

None of the directors or controlling shareholders of the Company has an interest, direct or indirect in the above projects.

BY ORDER OF THE BOARD

Lotus Isabella Lim Mei Hua
Company Secretary
12 June 2018