

CHINA EVERBRIGHT WATER LIMITED

Company Registration No.: 34074

(Incorporated in Bermuda)

CHANGE IN COMPOSITION OF BOARD AND BOARD COMMITTEES AND FORMATION OF STRATEGY COMMITTEE

1. Change of Composition of Board

- 1.1 The Board of Directors (the “**Board**”) of China Everbright Water Limited (the “**Company**”) wishes to announce (i) the resignation of Mr. Cai Shuguang, (ii) the resignation of Ms. Xu Nailing and (iii) the appointment of Mr. Luo Junling, in each case, as the Executive Director of the Company with effect from 10 May 2018.
- 1.2 Mr. Cai Shuguang is currently the Chief Executive Officer of Everbright Envirotech (China) Limited. He resigned as the Executive Director of the Company to focus on the businesses of Everbright Envirotech (China) Limited.
- 1.3 Ms. Xu Nailing is currently the Deputy Chief Financial Officer of China Everbright International Limited. She resigned as the Executive Director of the Company to focus on the businesses of China Everbright International Limited.
- 1.4 Mr. Luo Junling is currently the Chief Financial Officer of the Company and formerly the Vice President of the Company. He is a Certified Public Accountant and a Certified Tax Agent in the People’s Republic of China.
- 1.5 Details of Mr. Cai Shuguang’s resignation, Ms. Xu Nailing’s resignation and Mr. Luo Junling’s appointment, as the Executive Directors of the Company are set out in separate announcements of the Company made today pursuant to Rule 704(7) of the Mainboard Rules of the Singapore Exchange Securities Trading Limited.
- 1.6 The Board would like to express its gratitude to Mr. Cai Shuguang and Ms. Xu Nailing for their contributions to the Company and to extend a warm welcome to Mr. Luo Junling in joining the Board.

2. Change of Composition of Board Committees

- 2.1 Further, the Board wishes to announce that with effect from 10 May 2018:
- 2.1.1 Mr. Wang Tianyi, the Non-Executive Director and Chairman of the Company, has been appointed to the Remuneration Committee of the Company; and
- 2.1.2 Ms. Hao Gang, the Independent Director of the Company, has been appointed to the Audit Committee of the Company.
- 2.2 Ms. Hao Gang is considered by the Nominating Committee of the Company to be an Independent Director as she has no relationship with the Company, its related corporations,

its 10% shareholders (as defined in the Code of Corporate Governance)¹ or its officers that could interfere or be reasonably perceived to interfere with the exercise of her independent business judgement with a view to the best interests of the Company.

- 2.3** Save as set out in paragraph 2.1 above, the respective composition of the Audit Committee, Nominating Committee and Remuneration Committee of the Company remains unchanged.

3. Formation of Strategy Committee

- 3.1** Separately, the Board wishes to announce that with effect from 10 May 2018, the Company has formed a Strategy Committee. The main objective of the formation of the Strategy Committee is to assist the Board in oversight responsibilities relating to the planning and implementation of the Company's development strategies. The principal responsibilities of the Strategy Committee are as follows:

- 3.1.1** to assist the Board in providing strategic direction to the Company and to oversee the strategic planning of the Company and the implementation of such strategies;
- 3.1.2** to review the medium-term and long-term strategic objectives proposed by the management of the Company (the "**Management**") and to oversee Management's performance in relation to such strategies;
- 3.1.3** to review, endorse and recommend to the Board the annual business plans, budget and capital and debt structure of the Company in relation to the strategies;
- 3.1.4** to review the financial and operational performance of the Company in relation to the approved budget of the Company;
- 3.1.5** to consider sustainability issues in formulating strategies and to oversee the monitoring and management of environmental, social and governance factors that are material to the business of the Company;
- 3.1.6** to deliberate on strategic matters which require the review of the Board; and
- 3.1.7** to exercise such power and perform such other duties as the Board may delegate to it from time to time.

- 3.2** The members of the Strategy Committee of the Company as at the date of this Announcement are as follows:

- 3.2.1** Mr. Wang Tianyi, the Non-Executive Director and Chairman of the Company, who has also been appointed as the Chairman of the Strategy Committee of the Company;
- 3.2.2** Mr. An Xuesong, the Executive Director and Chief Executive Officer of the Company;

¹ Under the Code of Corporate Governance, a "**10% shareholder**" means a person who has an interest or interests in one or more voting shares in the company and the total votes attached to that share, or those shares, is not less than 10% of the total votes attached to all the voting shares in the company and "**voting shares**" exclude treasury shares.

3.2.3 Mr. Luo Junling, the Executive Director and Chief Financial Officer of the Company;
and

3.2.4 Ms. Hao Gang, the Independent Director of the Company.

By Order of the Board

CHINA EVERBRIGHT WATER LIMITED

An Xuesong
Executive Director and Chief Executive Officer

Date: 10 May 2018