

CHINA EVERBRIGHT WATER LIMITED

Company Registration No.: 34074

(Incorporated in Bermuda)

INCORPORATION OF JOINT VENTURE COMPANY

Further to the press release dated 24 August 2016 relating to the entry by China Everbright Water Limited (the “**Company**”), through its indirect wholly-owned subsidiary, Everbright Water (Nanjing) Limited (“**Everbright Nanjing**”), into a joint venture with Nanjing Zhuohong Environmental Protection Technology Co., Ltd. (南京卓泓环保科技有限公司) (“**Nanjing Zhuohong**”), being a subsidiary of Jiangsu Zhongbo Investment Development Co., Ltd. (江苏众博投资发展有限公司), for the investment, construction and operation of the Nanjing Pukou Industrial Waste Water Treatment Project Phase I (the “**Joint Venture**”), the Board of Directors of the Company wishes to announce that Everbright Nanjing and Nanjing Zhuohong have incorporated a joint venture company, Everbright Industrial Waste Water Treatment Nanjing Limited (光大工业废水处理南京有限公司) (“**EIWWTN**”), in the People’s Republic of China pursuant to the terms of the Joint Venture.

EIWWTN has been established with a registered capital of RMB50,000,000 and a shareholding breakdown as follows:

Name of Shareholders	Equity Stake
Everbright Water (Nanjing) Limited	60%
Nanjing Zhuohong Environmental Protection Technology Co., Ltd.	40%

The incorporation of EIWWTN will result in EIWWTN becoming an indirect subsidiary of the Company. The principal business activities of EIWWTN include industrial waste water collection and treatment and provision of reusable water services, research and development in waste water treatment and purification technologies, provision of technological consulting services.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the incorporation of EIWWTN.

By Order of the Board

CHINA EVERBRIGHT WATER LIMITED

Wang Tianyi
Executive Director and Chairman

Date: 5 September 2016

DBS Bank Ltd. acted as the Financial Adviser to the Company in relation to the reverse takeover of the Company by China Everbright Water Holdings Limited which was completed on 12 December 2014. DBS Bank Ltd. assumes no responsibility for the contents of this announcement.