



**CHINA ENVIRONMENT LTD.**  
(Registration No.: 200301902W)

---

## **USE OF SETTLEMENT SUM FROM SETTLEMENT AGREEMENT**

---

The Board of Directors of China Environment Ltd. (“The Company”) refers to the announcement of the Company on 30 July 2018 in relation to the settlement sum of SGD1,200,000 from the settlement agreement signed between the Company and Huang Min.

Further to the above-mentioned announcement, the Board wishes to provide the following update on the use of the settlement sum:

	Amount Allocated S\$'000
Payment of S\$275,000 to Dentons Rodyk as partial payment of outstanding legal fees to date	275
Partial Repayment of loan from Firstlink Investments Corporation Ltd and/or its Associates (“Firstlink”)	400
Audit, staff cost, directors’ fee and other professional, and administrative expenses	525

Firstlink has agreed to the amount of SGD400,000 as partial repayment for the outstanding loan amount due to date subject to a corporate guarantee by the PRC subsidiaries Anhui Dongyuan Environmental Protection Co; Ltd (“AHDY”) and Fujian Dongyuan Environmental Protection Co; Ltd (“FJDY”) being approved by the Company.

The Board believes that it is to the best interests of the Shareholders given it needs more time to repay the loans as it need to focus on meeting outstanding regulatory obligations and find new businesses for the Company.

The Board will continue to make periodic announcements on the utilisation of the settlement sum as and when the settlement sum is materially disbursed.

### **BY ORDER OF THE BOARD**

China Environment Ltd.

Norman Winata  
Executive Chairman  
20 September 2018