



United Envirotech Ltd

FOR IMMEDIATE RELEASE

UNITED ENVIROTECH TO ACQUIRE WASTEWATER TREATMENT PLANT FROM TONGJI ENVIRONMENT (ASIA) PTE. LTD.

- **Increase source of recurring income from the 30-year wastewater treatment concession**

The Board of Directors of United Envirotech Ltd. (“UE”) is pleased to announce the signing of the sales and purchase agreement for its acquisition of a 100% equity stake in the wholly owned subsidiary of Tongji Environment (Asia) Pte. Ltd. (“Tongji”).

Tongji was established in 2007 by Tembusu Growth Fund and its partners that include renown corporate veterans Mr Choo Chee Kong and Mr Simon Eng. Tongji signed a 30-year BOT concession agreement with the government authority to treat the municipal wastewater up to a capacity of 50,000m³/day in phase I and 100,000m³/day in phase II of the project, and to recycle the wastewater using advanced membrane technology for industrial use. The plant is located in Shenyang city, the capital of Liaoning Province, China.

Under the terms of the agreement, UE will allot to Tongji \$4.7 million non-redeemable convertible bond in United Envirotech Ltd. It is a 2-year convertible bond with 3% coupon rate and with a conversion price of S\$0.16. The proposed acquisition is subject to the satisfactorily completion of the due diligence exercise.

Said Dr Lin Yucheng, Chairman and CEO of United Envirotech Ltd, “It has always been our business strategy to increase recurring income streams from investment in water treatment projects. We are very excited about the breakthrough into a major capital city in China. This also strengthens our existing portfolio of treatment plants that includes Liaoyang (Liaoning Province), Xintai (Shandong Province), Nansha (Guangdong Province) and Dafeng (Jiangsu Province). The Group will continue to invest in such projects, especially in the economically developed provinces in China.”

About United Envirotech Ltd

Mainboard-listed United Envirotech Ltd., specializing in water treatment and reclamation using advanced membrane technology, provides environmental engineering solutions to a wide range of customers in the chemical, petrochemical, pharmaceutical, and wastewater treatment industries.

The Group's track record includes building what it believes to be the largest "Newater" plant in the PRC that uses its Continuous Membrane Filtration ("CMF") and Reverse Osmosis ("RO") technology, as well as what it believes to be one of the largest industrial wastewater treatment plant in Asia, in terms of treatment capacity, using its Membrane Bioreactor ("MBR") technology.

Through the years, United Envirotech has established strong working relations with their customers, which enables them to secure future contracts or referrals to new customers. Some of United Envirotech's major customers includes China Petrochemical Corporation ("Sinopec"), China National Petroleum Corporation ("CNPC"), China National Offshore Oil Corporation ("CNOOC") and Singapore Sembcorp.

About Our Technologies

Membrane Bioreactor ("MBR") is a wastewater treatment technology which combines membrane separation and biological wastewater treatment. MBR revolutionised the traditional biological treatment process, drastically shortens the time and reduces the space for the treatment process. MBR is also more resilient to the sudden increase in contaminant concentration and variances in wastewater quality, hence delivering reliable and good treatment performance.

Continuous Membrane Filtration ("CMF"), is a water treatment technology that utilises microfiltration process to achieve removal of submicron contaminants in water.

Reverse Osmosis ("RO") is a process that reverses (by application of pressure) the flow of water in the natural process of osmosis so that it passes from the more concentrated to the more diluted solution.