



United Envirotech Ltd

(Company Registration Number: 200306466G)

United Envirotech Ltd and Beijing Drainage Group Joint Venture to Set Up a Membrane Product Assembly Plant in Beijing China

The Board of Directors of United Envirotech Ltd. (“UEL” or “Company”) is pleased to announce that on 24 November 2014, the Company signed an agreement with Beijing Drainage Equipment Co. Ltd (BDE), a wholly owned subsidiary of Beijing Drainage Group Co. Ltd (“BDG”) (北京排水集团) to set up a 49%:51% joint venture (“JV”) company with a total paid up capital of RMB48 million (SGD9.6 million) in Beijing.

The JV will invest RMB120 million (SGD24 million) to set up a new state of art manufacturing facility with an initial capacity of assembling 2 million square meter (m²) of membrane fibers into membrane modules. Memstar Pte Ltd, UEL’s wholly owned subsidiary, will sell membrane fibers produced in its Singapore plant to the JV.

BDG is a state-owned-enterprise (SOE) established 40 years ago with the approval from Beijing Municipal Government. Its registered capital is RMB 1.8 billion (SGD360 million) and asset value has reached over RMB 15 billion (SGD3 billion).

“Beijing Drainage Group is a top wastewater treatment SOE in China. It is the leading water player in Beijing. The market for upgrading of Beijing’s water and wastewater treatment plants is estimated to be worth RMB 20 billion (SGD4 billion). Membrane technology is definitely one of the best technologies for plant upgrading and wastewater recycling. BDG has conducted extensive evaluation on Memstar’s membrane products which have been used in its Membrane Bioreactor (MBR) projects. We are honored to be chosen by BDG who has used and tested many different membrane products from both local and international suppliers. This is a great endorsement of Memstar membrane fiber and our membrane technology.” Said Dr Lin Yucheng, Chairman and CEO of UEL.

The construction of the new manufacturing facility is expected to commence immediately. The agreement is not expected to have any material financial impact on the net tangible assets per share and earning per share of the group for the financial year ending 31 March 2015.

None of the Directors and controlling Shareholders has any interest, direct and indirect (other than through their shareholdings in the Company) in the project.

For and on behalf of the Board

Dr Lin Yucheng
Chairman and CEO
24 November 2014