



CHINA JINJIANG ENVIRONMENT HOLDING COMPANY LIMITED

中国锦江环境控股有限公司

(Company Registration Number: 245144)

(Incorporated in the Cayman Islands on 8 September 2010)

China International Capital Corporation (Singapore) Pte. Limited was the sole issue manager, global coordinator, bookrunner and underwriter (the “**Sole Issue Manager, Global Coordinator, Bookrunner and Underwriter**”) for the initial public offering of shares in, and listing of, China Jinjiang Environment Holding Company Limited on the Mainboard of the Singapore Exchange Securities Trading Limited. The Sole Issue Manager, Global Coordinator, Bookrunner and Underwriter assumes no responsibility for the contents of this announcement.

INCORPORATION OF SUBSIDIARY IN THE PEOPLE’S REPUBLIC OF CHINA AND STREAMLINING OF PRC OPERATIONS

1. INCORPORATION OF SUBSIDIARY IN THE PEOPLE’S REPUBLIC OF CHINA

The Board of Directors (the “**Board**”) of China Jinjiang Environment Holding Company Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly-owned subsidiary Gevin Limited has incorporated a wholly-owned subsidiary, Hangzhou Jinjiang Environment Investment Co., Ltd. (杭州锦环投资有限公司) (“**Newco**”), in the People’s Republic of China (“**PRC**”) with a registered capital of US\$83.0 million. The principal activity of Newco is investment holding. The incorporation of Newco was funded through internal resources.

2. RESTRUCTURING OF PRC SUBSIDIARIES UNDER NEWCO

- 2.1 The Board wishes to further announce that the Group is proposing to undertake an internal restructuring exercise to streamline the Group’s operations in the PRC by grouping all the subsidiaries of the Group engaged in the waste-to-energy business in the PRC under Newco (the “**Proposed Internal Restructuring**”).
- 2.2 It is intended that Newco will function as a centralised financing platform in the PRC and obtain credit facilities on behalf of the Group, which will (i) enhance the Group’s credibility and provide opportunities to secure larger amounts of credit in the PRC at lower financing costs and (ii) allow the Group to more efficiently manage its financing activities and reduce costs.
- 2.3 The corporate structure of the Group as at the date of this announcement and after the completion of the Proposed Internal Restructuring is annexed hereto as **Appendix A**.
- 2.4 Shareholders of the Company (“**Shareholders**”) should note that the Proposed Internal Restructuring, including but not limited to, the Group’s shareholding structure following the completion of the Proposed Internal Restructuring, is pending finalisation and subject to, *inter alia*, the approval of the relevant local authorities.

2.5 The Proposed Internal Restructuring is expected to be completed in the first half of 2017. The Company will make further announcements upon the completion of the Proposed Internal Restructuring and/or when there are material developments relating to the Proposed Internal Restructuring.

3. FINANCIAL EFFECTS

The incorporation of Newco and the Proposed Internal Restructuring are not expected to have any material impact on the net tangible assets or earnings of the Group for the financial year ending 31 December 2016.

4. INTERESTS OF DIRECTORS AND CONTROLLING SHAREHOLDERS

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the incorporation of Newco or the Proposed Internal Restructuring, other than through their respective shareholding interests in the Company.

BY ORDER OF THE BOARD

Wang Yuanluo
Executive Chairman and Chief Executive Officer

24 November 2016

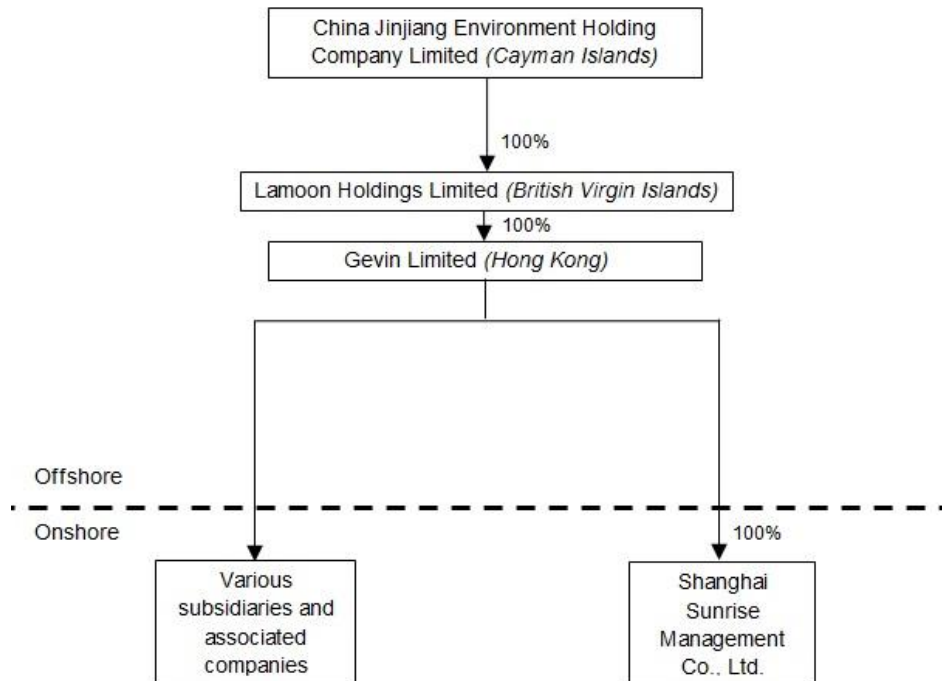
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APPENDIX A

As at the date of this announcement, the structure of the Group is as follows:



Upon the completion of the Proposed Internal Restructuring, the structure of the Group is expected to be as follows:

