



CHINA JINJIANG ENVIRONMENT HOLDING COMPANY LIMITED

中国锦江环境控股有限公司

(Incorporated in the Cayman Islands)

Company Registration Number: 245144

Zheneng Group to acquire controlling stake in China Jinjiang Environment

- *Zheneng Group will be China Jinjiang Environment's largest shareholder following its proposed acquisition of 29.79% of the shares in China Jinjiang Environment at approximately RMB 1.63 billion.*
- *Zheneng Group is expected to boost China Jinjiang Environment's financial resources and facilitate the future development of the Company.*

SINGAPORE – 12 June 2019 – China Jinjiang Environment Holding Company Limited (“**Jinjiang Environment**” or the “**Company**”, and together with its subsidiaries, the “**Group**”; Stock code: **BWM**), a leading waste-to-energy (“**WTE**”) operator in the People’s Republic of China (the “**PRC**”), has announced that Mr. Dou Zhenggang, his spouse, Ms. Wei Xuefeng, and their daughter, Ms. Jennifer Wei, each a controlling shareholder of the Company (collectively, the “**Dou Family**”), have on 10 June 2019 entered into a conditional sale and purchase agreement (“**Agreement**”) for the proposed disposal of 430,000,000 ordinary shares in the Company (“**Sale Shares**”) held by China Green Energy Limited (“**China Green Energy**”), to Zhejiang Energy International Limited (浙江能源国际有限公司) (“**Zhejiang International**”) and Zheneng Capital Holdings Co., Ltd. (浙能资本控股有限公司) (“**Zheneng Capital**”) for an aggregate consideration of RMB 1,634,438,912 (subject to adjustments as provided under the Agreement).

Both Zhejiang International and Zheneng Capital are controlled by Zhejiang Provincial Energy Group Co., Ltd. (浙江省能源集团有限公司) (“**Zheneng Group**”).

Zheneng Group to become the Largest Shareholder of Jinjiang Environment

The Dou Family currently indirectly owns 55.61% of the rights and interests in Jinjiang Environment through China Green Energy and Win Charm Limited. The Sale Shares represents approximately 29.79% of the entire issued share capital (excluding treasury shares) of Jinjiang Environment. Upon the expected completion of the proposed transaction by 10 September 2019 (subject to the satisfaction or waiver of all conditions precedent under the Agreement), Mr. Dou Zhenggang and Ms. Wei Xuefeng are expected to

be the second largest controlling shareholders of Jinjiang Environment, each indirectly holding approximately 25.82% of the shares in the Company.

Zheneng Group is a state-owned provincial energy enterprise that is involved mainly in energy-related businesses, including electric power source construction, electric and thermal power generation, development, trading and transportation of petroleum, coal and natural gas, energy services and energy finance. Collectively, Zheneng Group manages more than 200 companies, which supplies approximately 50% of the electricity power consumption, nearly half of the total coal consumption and approximately 83% of the total natural gas consumption in the Zhejiang Province. Its net asset value at the end of 2018 was RMB 106 billion.

Zhejiang International, which is involved in trade and foreign economic co-operation matters, has a registered capital of about HKD 3.1 billion and a total net asset value of approximately HKD 3.46 billion at the end of 2018, while Zheneng Capital, which is positioned as a professional institution for investment and management of financial assets, has a registered capital of about RMB 10 billion, and total net assets of RMB 19.03 billion at the end of March 2019.

Promoting Greener Development and Building a Beautiful Homeland Together

Jinjiang Environment and Zheneng Group share strong synergies in green development. As a leader in the PRC's WTE industry, Jinjiang Environment is committed to promoting the rapid and healthy development of the industry through enterprise, education, research and development as well as technological advances. Domestically, the Zheneng Group aligns itself with the PRC's national goals of "sustainable development" as well as the "One Belt, One Road" initiative and other initiatives, while seeking opportunities for overseas expansion. Jinjiang Environment also actively participates in the drafting of relevant policies and standards for the industry.

Jinjiang Environment believes that it can work together with Zheneng Group to promote the ever-sustainable green transformation of the economy, and build a beautiful Chinese homeland.

Ms Wang Yuanluo, Chairman of Jinjiang Environment, said: *"Zheneng Group's controlling stake in Jinjiang Environment is a very important and significant one for Jinjiang Environment. With more than 20 years of development, Jinjiang Environment holds strong advantages and leverage in the WTE generation industry. It represents a strong affirmation of our value as a WTE company and demonstrates our ability to attract quality investors."*

As one of the largest state-owned enterprises in the Zhejiang Province, Zheneng Group has vast capabilities across the entire energy generation value chain. We look forward to working closely with our new shareholders, whose resources and strong financial expertise will facilitate Jinjiang Environment's financing and future development, propelling us closer to fulfilling our vision to become a global leader in the WTE industry."

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ABOUT JINJIANG ENVIRONMENT

Established in 1998, Jinjiang Environment (中国锦江环境控股有限公司) is the first private WTE operator in the PRC and is a leading WTE operator in the PRC in terms of waste treatment capacity in operation. The Group's business primarily focuses on the planning, development, construction, operation and management of WTE facilities in the PRC and has also established a presence in India, Brazil, Singapore, Indonesia and Germany. As at 31 March 2019, it operates 20 WTE facilities and five resource recycling projects in 12 provinces, autonomous regions and centrally-administered municipalities in the PRC. It has an additional (i) seven WTE facilities under construction and (ii) 21 WTE facilities in the preparatory stage within the PRC and overseas. The facilities in operation have a total installed waste treatment capacity of 29,240 tons/day. The estimated total installed waste treatment capacity of all the facilities, when fully completed and acquired (including expansion and upgrading), will be 67,106 tons/day.

Issued for and on behalf of China Jinjiang Environment Holding Company Limited

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