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雲南水務投資股份有限公司 Yunnan Water Investment Co., Limited*

(a joint stock limited liability company incorporated in the People's Republic of China) (Stock code: 6839)

INSIDE INFORMATION

TENDER AWARD OF THE PPP PROJECT IN RELATION TO INTEGRATED TREATMENT OF SOLID WASTES FOR THE VENOUS INDUSTRIAL PARK IN GANQUANBAO ECONOMIC DEVELOPMENT ZONE IN URUMQI, XINJIANG UYGUR AUTONOMOUS REGION, THE PRC

This announcement is made by Yunnan Water Investment Co., Limited* (the "Company", together with its subsidiaries, the "Group") pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "Board") of directors (the "Directors") of the Company hereby announces that, on 16 August 2018, the public-private-partnership ("PPP") project (the "Project") in relation to the integrated treatment of solid wastes for the Venous Industrial Park in Ganquanbao Economic Development Zone in Urumqi, which is granted by Management Center for Construction and Development of Service Industries of Ganquanbao Industrial Zone (Economic Development Zone) in Urumqi by way of public tender and is authorized by the People's Government of Urumqi City, Xinjiang Uygur Autonomous Region (新疆維吾爾自治區烏魯木齊市人民政府), the People's Republic of China (the "PRC"), has been formally awarded to the Company. The total estimated construction investment amount of the Project is approximately RMB398,529,000.

In the Project, the industrial solid wastes generated by enterprises in Ganquanbao Economic Development Zone will be subject to treatment with the harmless integrated utilization technology to ensure satisfaction of environmental protection requirements, and the waste residue will be recycled. The construction work of the Project mainly includes: the 700,000 tonnes/year production line engineering for treatment and comprehensive utilization of industrial solid wastes and auxiliary production engineering as well as plant construction engineering and supporting public facilities.

According to the announcement on the intention of investment in the Project as published on the website of Chinese Government Procurement, the enterprises in Ganquanbao Economic Development Zone, as a demonstration base of the second batch of national "One Hundred Demonstration Projects (Bases) of Integrated Utilisation of Resources and One Hundred Key Enterprises of Integrated Utilisation of Resources" for integrated utilisation of resources, annually generate approximately 700,000 tonnes to 1,200,000 tonnes of industrial solid wastes. The Directors are of the view that the implementation of the Project in the zone will achieve efficient treatment of industrial solid wastes and result in substantial increase in the recycling rate of industrial solid wastes, to ensure good economic benefits for the Group from the Project. Meanwhile, the implementation of the Project will expand the Group's market business in Xinjiang Uygur Autonomous Region, enhance the Group's profitability and its influence in the environmental protection industry of Xinjiang Uygur Autonomous Region and present good opportunities for cross-regional development. With the Project as a stronghold, the Group will continue to expand its footage in the environmental protection projects in Xinjiang Uygur Autonomous Region, the PRC to enhance the profitability of the Group by fully utilizing its capital and technological strength.

None of the Directors or substantial shareholders of the Company has any direct or indirect interest in the Project.

As of the date of this announcement, the Company had not yet entered into any definitive agreement nor had it agreed to any terms or timeline in relation to the Project. In the event that any transaction(s) in relation to the Project, if and when materialize, constitute notifiable transaction(s) on the part of the Company, the Company will make further announcement(s) as and when appropriate and comply with the relevant requirements under the Listing Rules.

By Order of the Board

Yunnan Water Investment Co., Limited*

Yang Tao

Chairman

Kunming, the PRC 16 August 2018

As at the date of this announcement, the executive Directors are Mr. Dai Richeng (Vice-chairman) and Mr. Yang Fang, the nonexecutive Directors are Mr. Yang Tao (Chairman), Ms. Li Bo, Mr. He Yuanping and Mr. Feng Zhuangzhi, and the independent non-executive Directors are Mr. Liu Shuen Kong, Mr. Hu Song and Mr. Ma Shihao.

* For identification purposes only