

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CAPITAL ENVIRONMENT HOLDINGS LIMITED

首創環境控股有限公司

(Incorporated in Cayman Islands with limited liability)
(Stock Code: 03989)

VOLUNTARY ANNOUNCEMENT NEW PROJECT

Capital Environment Holdings Limited (the “**Company**”) is pleased to announce that a wholly owned subsidiary of the Company, Beijing Capital Environment Investment Limited (北京首創環境投資有限公司) (“**Capital Investment**”) had submitted its bid proposal in respect of the Lushan County Veinous Industrial Park Project and the Integrated Town and Rural Solid Waste Collection and Transportation Project in Lushan County, Henan Province, China (the “**Project**”). The Company has just received a notification from Bureau of Housing and Urban-Rural Development of Lushan County (魯山縣住房和城鄉建設局) that Capital Investment has been confirmed to be the successful bidder of the Project, and it will enter into an agreement after negotiation with Bureau of Housing and Urban-Rural Development of Lushan County (魯山縣住房和城鄉建設局) as soon as possible.

The Project consists of seven parts, to be constructed in two phases. In the first phase, the constructions of a solid waste incineration power generation system with a designed daily capacity of treatment of 1,200 tons solid waste and a town and rural solid waste collection and transportation system shall be carried out; In the second phase, the constructions shall be carried out selectively in accordance with the overall development of Lushan County, which includes a straw power generation system, a kitchen waste treatment system, a medical waste treatment system, a hazardous waste treatment system and an electronic waste dismantling treatment engineering.

The proposed concessionary period of the Project shall be 30 years, the proposed waste treatment fee and the proposed town and rural solid waste collection and transportation fee shall be RMB60 and RMB116 per ton respectively.

Shareholders and/or investors should note that this announcement is published as a voluntary disclosure aimed to allow the public to acknowledge the latest development of the Company.

By order of the Board
Capital Environment Holdings Limited
Wu Lishun
Chairman

Hong Kong, 8 June 2017

As at the date of this announcement, the Board comprises four executive directors, namely Mr. Wu Lishun, Mr. Cao Guoxian, Mr. Liu Yongzheng and Ms. Zhang Meng; and three independent non-executive directors, namely, Mr. Pao Ping Wing, Mr. Cheng Kai Tai, Allen and Dr. Chan Yee Wah, Eva.