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Shenzhen Dongjiang Environmental Company Limited*
深圳市東江環保股份有限公司

(a joint stock limited company incorporated in the People's Republic of China)
(Stock Code: 8230)

VOLUNTARY ANNOUNCEMENT:

ENTERED INTO A JOINT VENTURE CONTRACT

The board of directors (the "Board") of Shenzhen Dongjiang Environmental Company Limited (the "Company") is pleased to announce that on 17 November, 2009, Shenzhen Dongjiang Environmental Renewable Energy Company Limited ("Dongjiang Renewable"), a wholly owned subsidiary of the Company, entered into a joint venture contract (the "JV Contract") with Climate Solutions (Asia) Limited, a subsidiary of The AES Corporation, and Songzao Coal and Electricity Company Limited.

The JV Contract was formalized in the Great Hall of People in Beijing, the People's Republic of China (the "PRC"), as part of the U.S. China Clean Energy Cooperation Program signing ceremony. Pursuant to the JV Contract, a joint venture company (the "JV Company") with 51% interest owned by Dongjiang Renewable will be established in the PRC to invest, construct and operate a coal mine ventilation air methane reduction project (the "Project") at a coal mine located in Chongqing, Sichuan Province, the PRC.

Underground coalmines emit ventilation air, which contains methane within its exhaust stream. The Project will use high-temperature oxidation technology, which captures and destroys about 97% of methane within the captured exhaust stream before it is released into the atmosphere.

The Project will be developed under the United Nations Framework Convention on Climate Change's Clean Development Mechanism (the "CDM") and is expected to reduce greenhouse gas emissions by up to approximately 200,000 tons of CO₂ equivalent per year. The Project is planned to start construction in the first quarter of 2010 and to commence operations by the end of 2010.

The directors of the Company (the "Directors") consider that the Project will further expand the Company's business scale and competitive advantages in the fields of methane utilization and CDM, and will also establish a very favorable international cooperation platform for the Company's development in the field of renewable energy.

By order of the Board
Shenzhen Dongjiang Environmental Company Limited*
Zhang Wei Yang
Chairman

Shenzhen, the PRC
17 November, 2009

As at the date of this notice, the Board comprises three executive Directors, being Mr. Zhang Wei Yang, Mr. Chen Shu Sheng and Mr. Li. Yong Peng; three non-executive Directors, being Mr. Feng Tao, Mr. Wu Shui Qing and Ms. Sun Ji Ping; and three independent non-executive Directors, being Mr. Ye Ru Tang, Mr. Hao Ji Ming and Mr. Liu Xue Sheng.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this notice is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this notice misleading; and (3) all opinions expressed in this notice have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the GEM website on the "Latest Company Announcements" page for 7 days from the date of its posting and on the Company's website at <http://www.dongjiang.com.cn> from the date of publication.

** For identification purpose only*