

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.



中滔環保

CT ENVIRONMENTAL GROUP LIMITED

中滔環保集團有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1363)

**VOLUNTARY ANNOUNCEMENT
IN RELATION TO UPDATES ON
CONDITIONAL SPECIAL DIVIDEND**

This announcement is made by the board of directors (the “**Board**”) of CT Environmental Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) on a voluntary basis.

Reference is made to the annual report for the financial year ended 31 December 2016 published on 24 April 2017 (the “**2016 Annual Report**”), and the annual reports of the financial years ended 31 December 2018 published on 9 December 2020 (the “**2018 Annual Report**”).

The Board wishes to update the shareholders and potential investors of the Company the Conditional Special Dividend (hereinafter defined) mentioned in the 2016 Annual Report relating to the Disposal (hereinafter defined).

As mentioned in the 2016 Annual Report, the Group entered into a sale and purchase agreement in relation to the disposal (the “**Disposal**”) of Guangzhou Xintao Environmental Technology Company Limited (“**Xintao Environmental**”) holding the land in Tangmei Village in Xintang Town, Zengcheng City (the “**Land**”) to a third party buyer (the “**Buyer**”). Subject to fully receipt of the proceeds, the Board at that time expected that the net proceeds (approximately RMB48 million) generated from the Disposal would be fully used to pay the special dividend to the shareholders of the Company (the “**Conditional Special Dividend**”). The Disposal was completed by 31 March 2017.

With reference to the 2018 Annual Report, as the outstanding balance of the proceeds has been overdue for a long period of the time, the Company made an impairment loss of HK\$45,198,000 on the consideration receivable from the Disposal for the year ended 31 December 2018.

Up to the date of this announcement, the Group has not yet fully receipt of the proceeds from the Buyer and the current members of the Board were still unable to obtain significant documents from the previous management to ascertain the alleged penalty paid to the local government by the Buyer and the financial losses incurred by the Buyer due to the delay in development of the Land, the current members of the Board considered that the Conditional Special Dividend will not be made as mentioned in the 2016 Annual Report.

CONTINUED SUSPENSION OF TRADING

At the request of the Company, trading in the shares of the Company (the “**Shares**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) has been suspended with effect from 9:00 a.m. on 1 April 2019. Trading in the Shares will remain suspended until further notice pursuant to Rule 13.09 of the Rules Governing the Listing of Securities on the Stock Exchange.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares and other securities of the Company.

By Order of the Board
CT Environmental Group Limited
Lu Zhiji
Chairman and Executive Director

Hong Kong, 28 July 2021

As at the date of this announcement, the executive directors of the Company are Mr. Lu Zhiji (Chairman), Mr. Cheung Siu Fai, Mr. Wu Changbiao and Mr. Chung Yuk Lun; and the independent non-executive directors of the Company are Mr. Fong Wai Ho, Ms. Lai Pik Chi Peggy and Mr. Wang Zhigao.