

*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.*



**CHINA ENVIRONMENTAL TECHNOLOGY HOLDINGS LIMITED**

**中國環保科技控股有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 646)**

**COMPLETION OF  
SUBSCRIPTION AND SETTLEMENT AGREEMENT  
– ISSUE OF SHARES UNDER GENERAL MANDATE**

References are made to the announcements issued by the Company dated 4 October 2021 (the “Announcement”) in relation to the Subscription and Settlement Agreement and the transactions contemplated thereunder. Capitalised terms used herein shall have the same meanings as those defined in the Announcement unless defined otherwise.

The Board is pleased to announce that all of the conditions precedent to the Subscription and Settlement Agreements have been fulfilled and the completion of the Subscriptions took place on 13 October 2020. An aggregate of 36,500,000 Subscription Shares have been allotted and issued to the Subscriber at the Issue Price of HK\$0.50 per Subscription Share pursuant to the terms and conditions of the Subscription and Settlement Agreement.

For more information of the Subscriber, please refer to the Announcement. To the best of the Directors’ knowledge, information and belief, having made all reasonable inquiries, the Subscriber is independent of the Company, its connected persons and their respective associates. The Subscriber becomes a substantial Shareholder of the Company immediately after the completion of the Subscription as at the date of this announcement.

## CHANGES TO THE SHAREHOLDING STRUCTURE

The shareholding structures of the Company immediately before and immediately after completion of the Subscription are set out as follows:

Shareholders	Capacity / Nature of Interest	Immediately before completion of the Subscription		Immediately after completion of the Subscription		Immediately after completion of the Subscription and full conversion of the Convertible Bond	
		No. of shares	% of shareholding (approximately)	No. of shares	% of shareholding (approximately)	No. of shares	% of shareholding (approximately)
Xu Zhongping (Note 1)	Interest held by a controlled corporation	50,725,000	27.79	50,725,000	23.16	50,725,000	15.46
	Beneficial owner	2,204,921	1.21	2,204,921	1.01	2,204,921	0.67
Yang Baodong (Note 2)	Beneficial owner	39,600	0.02	39,600	0.02	39,600	0.01
Hu Yueyue (Note 3)	Beneficial owner	400,000	0.22	400,000	0.18	400,000	0.12
Public		129,148,417	70.76	129,148,417	58.97	129,148,417	39.35
Zhang Zihong	Beneficial owner	-	-	<u>36,500,000</u>	<u>16.67</u>	<u>145,700,000</u>	<u>44.39</u>
		<u>182,517,938</u>	<u>100.00</u>	<u>219,017,938</u>	<u>100.00</u>	<u>328,217,938</u>	<u>100.00</u>

Notes:

1. These 50,725,000 Existing Shares were held under the name of Gentle International Holdings Limited ("Gentle"). Classy Jade Limited owns 60% of the issued share capital of Gentle. Mr. Xu Zhongping ("Mr. Xu ZP"), an executive Director, is the sole shareholder of Classy Jade Limited. Mr. Xu ZP was therefore deemed to be interested in the said 50,725,000 Existing Shares held by Gentle under Part XV of the SFO.
2. Mr. Yang Baodong is an executive Director.
3. Ms. Hu Yueyue is an executive Director.
4. Certain figures may not add up due to rounding.

As of today, none of the Convertible Bonds were converted. In light of the fact that the Subscriber will become the Company's controlling shareholder upon full conversion of the Convertible Bonds, the Company confirms that (i) the Subscription will have no impact on its existing business; and (ii) it has no plan to dispose of and/or downsize its existing businesses and introduce new businesses.

By order of the Board  
**China Environmental Technology Holdings Limited**  
**XU Jingping**  
*Chairman*

Hong Kong, 13 October 2021

*As at the date of this announcement, the executive directors are Mr. Xu Jingping, Mr. Xu Zhongping, Mr. Yang Baodong and Ms. Hu Yueyue; the non-executive director is Mr. Ma Tianfu; and the independent nonexecutive directors are Mr. Tse Chi Wai, Professor Zhu Nanwen and Professor Li Jun.*