

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.

TIL ENVIRO LIMITED

達力環保有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1790)

INSIDE INFORMATION ANNOUNCEMENT

This announcement is made by TIL Enviro Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) 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 wish to inform the shareholders of the Company (the “**Shareholders**”) and potential investors that the Group on 27 July 2020, had received a letter dated 22 July 2020 (the “**Letter**”) issued by Municipal Administration of Yinchuan* (銀川市市政管理局) that, due to the rapid urbanisation in Yinchuan City, the government is studying a proposal to divert the wastewater influent from the Yinchuan wastewater treatment plant 1 (the “**Wastewater Treatment Plant 1**”) to a new recycled water treatment plant in Yinchuan (not owned by the Group) and the possibility of shutting down the Wastewater Treatment Plant 1 when the new recycled water treatment plant commences operation (“the **Proposal**”). The Wastewater Treatment Plant 1, which is located at the city center of Xingqing District, Yinchuan* (銀川市興慶區) is one of the four wastewater treatment plants being operated and managed via a long-term concession agreement by Taliworks (Yinchuan) Wastewater Treatment Co. Ltd* (達力(銀川)污水處理有限公司) (“**TYW**”), a wholly-owned subsidiary of the Company.

The Group is required to submit a written reply to the government by 15 August 2020 providing further information for the government to study the viability of the Proposal, including amongst others, the potential claims and compensation that the Group is entitled for under TYW’s concession agreement. The Group is currently assessing the Proposal’s potential impact on the financial position and operating results of the Group. At the meantime, the Group is also seeking a legal advice from a legal firm in the People’s Republic of China to ascertain TYW’s legal entitlements under the concession agreement. As provided in the TYW’s concession agreement, the Proposal should not have any impact on the Group’s remaining three wastewater treatment plants. The Company will make further announcement(s) on the significant progress of the Proposal as and when appropriate in accordance with the requirements of the Listing Rules.

* *For identification purpose only*

Shareholders and potential investors are advised to take into consideration this announcement and should exercise caution when dealing in the shares of the Company.

By order of the Board
TIL Enviro Limited
Lim Chin Sean
Chairman

Hong Kong, 29 July 2020

As at the date of this announcement, the non-executive Director is Mr. Lim Chin Sean; the executive Director is Mr. Wong Kok Sun; and the independent non-executive Directors are Mr. Tan Yee Boon, Mr. Hew Lee Lam Sang and Mr. Tam Ka Hei Raymond.

Should there be any discrepancies between the English version and Chinese version of this announcement, the English version shall prevail.