SANLI ENVIRONMENTAL LIMITED
Company Registration No.: 201705316M

BUSINESS UPDATE IN RESPECT OF POLITICAL DEVELOPMENTS IN MYANMAR

The Board of Directors of Sanli Environmental Limited (the "**Company**" or together with its subsidiaries, the "**Group**") refers to the recent political developments and news in Myanmar regarding, *inter alia*, the detention of Ms. Aung San Suu Kyi, the State Counsellor of Myanmar and the other leaders of the National League Democracy party. Myanmar's military has announced a one-year state of emergency on 1 February 2021, during which the military would be taking over the affairs of Myanmar. It has further pledged to hold new elections after one year and operate in line with existing laws.

The operation of Sanli Environmental (Myanmar) Company Limited ("**Sanli Myanmar**"), a 60% owned subsidiary of the Group which provides engineering, construction and related services in Myanmar, was disrupted due to the current political situation and the recent declaration of martial law in Yangon on 14 March 2021 where Sanli Myanmar's office is located.

The Group has remained focused on ensuring the safety of its staff and they are advised to work from home until the situation improves. As at the date of this announcement, it is still too early to ascertain the longer-term impact to the Group's businesses.

The Company will continue to closely monitor the political developments in Myanmar and provide further updates as and when there are material developments.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to exercise caution when dealing in the Company's Shares and to refrain from taking any action in respect of their Shares which may be prejudicial to their interests. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board
Sanli Environmental Limited

Chua Teck Huat
Chief Executive Officer
23 March 2021

This announcement has been reviewed by the Company's sponsor ("Sponsor"), SAC Capital Private Limited. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement. The contact person for the Sponsor is Mr David Yeong (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.