SANLI ENVIRONMENTAL LIMITED

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NEWS RELEASE

SANLI ENVIRONMENTAL'S IPO SEES OVERWHELMING INVESTOR INTEREST

- ***52,000,000 New Shares 12.8 times subscribed***
- ***Pre-IPO Investor Vanda 1 Investments Pte. Ltd., managed by Heliconia Capital Management Pte. Ltd., raised shareholding to 7.97% post-Invitation***
- ***ICH Gemini Asia Growth Fund Pte. Ltd. and private investor Mr Jeremy Lee Sheng Poh have subscribed for an aggregate of 17,200,000 Placement Shares***
- ***Commencement of trading of shares is expected to be at 9.00 a.m. on 8 June 2017***

Singapore, 7 June 2017 – Sanli Environmental Limited ("**Sanli**", and together with its subsidiaries, the "**Group**"), an environmental engineering company in the field of water and waste management, received strong investor interest for its initial public offering ("**IPO**" or the "**Invitation**") of 52,000,000 shares ("**New Shares**") at S$0.225 ("**Issue Price**") each, in conjunction with its proposed listing on the Catalist Board of the Singapore Exchange Securities Trading Limited.

SAC Capital Private Limited ("**SAC Capital**") is the Sponsor, Issue Manager, Underwriter and Placement Agent in connection with the IPO. SAC Capital will also be Sanli's continuing sponsor following its listing on Catalist.

As at the close of the Invitation at 12.00 noon on 6 June 2017, there were 6,287 valid applications received for the 2,500,000 Offer Shares available to the public for subscription. In aggregate, these applicants applied for 625,428,000 Offer Shares, with application monies received amounting to approximately S$140.7 million. Based on an aggregate of the 52,000,000 New Shares offered and the total valid applications received amounting to 667,228,000[1] New Shares, the Invitation was approximately 12.8 times subscribed.

Sanli's IPO is anchored by Vanda 1 Investments Pte. Ltd. ("**Vanda 1**"), ICH Gemini Asia Growth Fund Pte. Ltd. and Mr Jeremy Lee Sheng Poh. The aggregate gross proceeds raised from the anchor investors in relation to the Invitation were approximately S$5.45 million.

Vanda 1 is managed by Heliconia Capital Management Pte. Ltd. ("**Heliconia**"), an investment company and a wholly-owned subsidiary of Temasek Holdings (Private) Limited. Vanda 1 has a shareholding of 7.97% in Sanli post-Invitation, an increase from its existing stake of 5.36%[2] as a Pre-IPO Investor. ICH Gemini Asia Growth Fund Pte. Ltd. is a private equity fund managed by ICH Gemini Pte. Ltd. Mr Jeremy Lee Sheng Poh is a private investor with many years of investment experience.

Commenting on the robust support for Sanli's IPO, Mr Sim Hock Heng, CEO of Sanli, said, "We are encouraged by the overwhelming support we have received from our institutional investors, including our anchor investors, and the investing public. This is testament to investors' faith in Sanli's robust track record and the bright prospects of the water industry. We look forward to bringing Sanli to its next level of growth with our new status as a listed company, and we are glad to have the investing public join us in this new chapter of our growth story."

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[1] The 667,228,000 New Shares comprise 625,428,000 Offer Shares and 41,800,000 Placement Shares, and exclude the New Shares validly subscribed for by connected persons and the persons in Rules 424 and 428 of the Catalist Rules.

[2] Based on a total number of 268,657,813 post-Invitation issued shares.

Net proceeds of approximately S$9.72 million were raised from the Invitation. Sanli intends to utilise the net proceeds as working capital to expand business operations through securing more projects and projects of a larger scale, expansion of business premises and investment in a business development department.

Sanli's post-Invitation market capitalisation is expected to be approximately S$60.4 million based on the Issue Price of S$0.225.

The listing and trading of Sanli's shares is expected to commence on a "ready" basis at 9.00 a.m. on 8 June 2017.

About Sanli Environmental Limited

Sanli Environmental Limited is an environmental engineering company with more than ten years of experience in the field of water and waste management. The Group's expertise is in the design, supply, delivery, installation, commissioning, maintenance, repair and overhaul of mechanical and electrical equipment as well as instrumentation and control systems in water and used water treatment plants, pumping stations and incineration plants. To date, Sanli has completed more than 1,000 water and waste management projects.

The Group's business is divided into two main business segments: Engineering, Procurement and Construction; and Operations and Maintenance.

Backed by its strong engineering capabilities, Sanli has the ability to integrate mechanical, electrical and process engineering expertise to provide customised, cost and time efficient integrated engineering solutions and services to its customers.

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This News Release does not purport to be complete and is qualified in its entirety by, and should be read in conjunction with, the full text of the Offer Document, including but not limited to the sections entitled "Risk Factors" and "Cautionary Note Regarding Forward-Looking Statements" of the Offer Document. The information contained in this News Release should not be relied on as any representation or warranty by Sanli Environmental Limited.

This News Release includes forward-looking statements provided with respect to the anticipated future performance of Sanli Environmental Limited. Such forward-looking statements reflect various assumptions concerning the future performance of Sanli Environmental Limited. Accordingly, there can be no assurance that such projections and forward-looking statements will be realised. The actual results may vary from the anticipated results and such variation may be material. No representations or warranties are made as to the accuracy or reasonableness of such assumptions or the forward-looking statements based thereon.

This news release has been prepared by Sanli Environmental Limited (the "Company") and its contents have been reviewed by the Company's sponsor, SAC Capital Private Limited (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "Exchange"). The Sponsor has not independently verified the contents of this news release.

This news release has not been examined or approved by the Exchange. The Sponsor and the Exchange assume no responsibility for the contents of this news release, including the correctness of any of the statements or opinions made or reports contained in this news release.

The contact person for the Sponsor is Mr. Ong Hwee Li (Telephone: 65-6221 5590) at 1 Robinson Road, #21-02 AIA Tower, Singapore 048542. SAC Capital Private Limited is the parent company of SAC Advisors Private Limited.