



Press Release

BEIKONG Dalian Investment Co., Ltd is neither a subordinate company of Beijing Enterprise Water Group Limited nor of BEGLC

(Hong Kong, June 14, 2018) on 12 June 2018, Shenzhen Tatfook Technology Co., Ltd. (hereinafter referred to as the ‘Tatfook Technology’) announced that on 11 June 2018, Tatfook A&E Group, which is the controlling shareholder of Tatfook Technology, and **BEIKONG (Dalian) Investment Co., Ltd.** (hereinafter referred to as ‘Dalian Company’) entered into the Debt Restructuring and Share Purchase Agreement. Tatfook Technology has been suspended since the opening in the afternoon of 12 June 2018.

Beijing Enterprise Water Group Limited (hereafter referred to as ‘BEWG’) hereby declares:

On 30 December 2016, BEWG has already disposed of its entire 60% equity interest in Dalian Company mentioned in the announcement of Tatfook Technology to a third party, Mr. Lizhong WU (for detailed information, please refer to the announcement published on 3 January 2017 on BEWG’s official website). The legal representative of Dalian Company has been changed as well.

Since 1 January 2017, there is no direct or indirect equity affiliation between Dalian Company and BEWG. Dalian Company is neither a subordinate company of BEWG nor of BEGLC. Dalian Company has nothing related with any company belonged to BEGLC. According to the



relevant agreement, Dalian Company is not supposed to use "BEIKONG" as part of its title thereafter and must be renamed. However, Dalian Company failed to perform the obligation of relevant changes. BEWG will consult the relevant Chinese lawyers, and if necessary, take action and resort to law accordingly.

About Beijing Enterprises Water Group Limited (0371 HK)

The Company was incorporated in Bermuda as an exempted company with limited liability and the shares of which are listed on The Stock Exchange of Hong Kong Limited. The holding company of the Company is Beijing Enterprises Holdings Limited, (stock code: 0392). The Group strategically positions itself as a "leading integrated water system solution provider", and specializes in water service and environmental protection businesses, with waste water treatment as its core business segment.

For more information, please visit the Group's website at: <http://www.bewg.net>

The English translation is for reference only and the Chinese version shall prevail in case of any inconsistency between the Chinese version and English translation thereof.