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China Boqi Environmental (Holding) Co., Ltd.

中国博奇环保(控股)有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 2377)

VOLUNTARY ANNOUNCEMENT IN RELATION TO ENTERING INTO A NEW PROJECT

This announcement is made by China Boqi Environmental (Holding) Co., Ltd. (the “**Company**”) on a voluntary basis.

The Company is pleased to announce that, on 23 March 2018, the Company received a notification of tender award from Anhui Tendering Group Inc. (安徽省招標集團股份有限公司) informing us our successful tender of the concession operation project of flue gas ultra-low emission upgrade for two 330MW (power unit, 1MW is equivalent to 1,000kW) units in Guqiao power plant of Huainan Mining Industry Group Power Generation Co., Ltd. (淮南礦業集團發電有限責任公司). Upon multiple negotiations between the two parties, the signing of the contract was completed on 21 May 2018. Relevant details of the project are as follows:

I. Overview of Project

1. Name of Project: BOT project of flue gas ultra-low emission upgrade for two 330MW units in Guqiao power plant of Huainan Mining Industry Group Power Generation Co., Ltd. (the “**Project**”).
2. Scope of Project: The two 330MW units in Guqiao power plant of Huainan Mining Industry Group Power Generation Co., Ltd. are two 330MW coal slurry, coal gangue and coal middlings combustion units which use circulating fluidized bed boilers in a coal gangue comprehensive utilization power plant in the Huainan coal field. This upgrade is required to meet the ultra-low emission standards, in which the SO₂ emission concentration upon the upgrade of desulfurization system should be lower than 35mg/Nm³ (mg/Nm³ refers to milligrams per standard cubic meter, a unit of emission concentration) (standard state, dry basis, 6% O₂); the dust emission concentration at the outlet of absorption tower upon the upgrade of dust collector should be lower than 5mg/Nm³ (standard state,

dry basis, 6% O₂); the NO_x emission concentration upon the upgrade of denitrification system should be lower than 50mg/Nm³ (standard state, dry basis, 6% O₂); and the wastewater from desulfurization upon treatment should meet the zero wastewater discharge requirement. The upgrade project includes the construction of new wet desulfurization system, upgrade of denitrification system, upgrade of dust removal system, zero wastewater discharge for desulfurization system, construction of new zero wastewater discharge system for wet desulfurization, capacity increase upgrade of draft fan and anti-corrosion of funnel.

3. Operation Period of Project: 15 years

II. Parties to the Project

Huainan Mining Industry Group Power Generation Co., Ltd. is a wholly-owned controlled subsidiary of Anhui Wanjiang Logistics (Group) Co., Ltd. (安徽皖江物流(集團)股份有限公司), and is primarily engaged in (among others) fossil fuel power generation, sales of slag and incinerator ash, low calorific value coal, coal slurry and coal gangue power generation infrastructure construction, production and operation.

Anhui Tendering Group Inc. was engaged by Huainan Mining Industry Group Power Generation Co., Ltd. to invite tenders for the concession operation project of flue gas ultra-low emission upgrade for two 330MW units in Guqiao power plant of Huainan Mining Industry Group Power Generation Co., Ltd.. Anhui Tendering Group Inc. is a tendering consultation institution with the most comprehensive qualifications and highest investment amount from business solicitation in Anhui Province controlled by Anhui State-owned Assets Operation Co., Ltd. (安徽省國有資產運營有限公司). Anhui Tendering Group Inc., Huainan Mining Industry Group Power Generation Co., Ltd. and their respective parent groups are independent third parties to, and not connected with, the Company.

III. Implication and Impact to the Company of Entering into the Project

Huainan Mining Industry Group Power Generation Co., Ltd. and Anhui Wanjiang Logistics (Group) Co., Ltd. (600575.SH), its parent company, have strong capital strength and sound business structure, and their participation in the Project will be conducive to strengthening the in-depth cooperation between the two parties, thereby further expanding the business in markets of Anhui Province and its surrounding areas.

The Project is in line with national environmental protection policies as well as the development strategies of the Company. The contract performance of the Project will have a positive impact on the future operational results of the Company. The Company initially proposes to apply the proceeds raised from the listing to funding certain portion of the total investment of this project as disclosed in the “Future Plans and Use of Proceeds” section of the prospectus dated 28 February 2018, which stated that the Company intended to apply approximately 65% of the net proceeds to expand the Group’s concession operation business. The Project has higher investment returns and stable cash flow, which can lay an important foundation for the Company to reinforce and expand its concession operation business.

By order of the Board of the Directors
China Boqi Environmental (Holding) Co., Ltd.
Zeng Zhijun
*Vice Chairman, Executive Director and
Chief Executive Officer*

Beijing, 11 June 2018

As at the date of this announcement, the executive directors of the Company are Mr. Cheng Liquan Richard and Mr. Zeng Zhijun; the non-executive directors are Mr. Tony Tuo Zheng, Mr. Zhu Weihang and Mr. Chen Xue; and the independent non-executive directors are Mr. Liu Genyu, Dr. Xie Guozhong and Mr. Lu Zhifang.