

New Environmental Energy announces Beijing Capital as major shareholder upon completion of the Rights Issue

[5 July, 2013, Hong Kong] New Environmental Energy Holdings Limited ("New Environmental Energy" or the "Group", stock code: 3989.hk) is pleased to announce that as at 4p.m. on 28 June 2013, a total of 202 valid acceptances and applications were received for a total of 3,654,455,339 Rights Shares, which represent approximately 130.83% of the total number of 2,793,385,557 Rights Shares available under the Rights Issue. Accordingly, the Rights Issue was oversubscribed by 861,069,782 Rights Shares, representing 30.83% of the total number of Rights Shares available under the Rights Issue. As the response was satisfactory, The Board has resolved to allot and issue a total of 1,513,559,517 Rights Shares available for excess application.

Upon completion of the Rights Issue, the shareholding structure of the Group will change accordingly. Beijing Capital (Hong Kong) Limited ("Beijing Capital (Hong Kong)") and BC Water Investments Co., Ltd ("BC Water") will hold 2,243,056,218 and 23,210,000 number of Shares respectively, representing 48.18% and 0.50% of shareholding of the Group. Since Beijing Capital (Hong Kong) and BC Water are both wholly-owned subsidiaries of Beijing Capital ("Beijing Capital"), Beijing Capital (Hong Kong) and parties acting in concert with it will hold 2,266,266,218 number of shares in total, which represents 48.68% of shareholding of the Group. Beijing Capital becomes the largest shareholder of New Environmental Energy.

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About New Environmental Energy Holdings Limited

The Group is principally engaged in the provision of waste treatment technologies and services which specializes in technology development, design, system integration, project investment, consultancy, operation and maintenance of waste treatment facilities, especially waste-to-energy projects.

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About Beijing Capital (Hong Kong) Limited

Beijing Capital (Hong Kong) Limited is principally engaged in overseas capital operations, investment and financing in the environmental industry and international business co-operation. It is a wholly-owned subsidiary of Beijing Capital Company Limited, the shares of which are listed on the Shanghai Stock Exchange (stock code: 600008). The Shanghai listed company is controlled by Beijing Capital Group Company Limited, a state-owned company under the State-owned Assets Supervision and Administration Commission of the People's Government of Beijing Municipality.

Press Enquiry:

Fortune Media Advisory Limited

Ms. Joey Lam (852) 3103 2038 / 9313 9196 joeylam@fortunemedia.com.hk