



Purity with Innovation

Asia Water Technology Ltd.

(Receiver Appointed)
(Incorporated in Singapore)
(Co. Reg. No: 200210042R)

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UPDATE: (1) EPC CONTRACTS AWARDED TO WUHAN KAIDI WATER SERVICES CO. LTD (2) DEMANDS FROM PRC BANKS

1. The Board of Directors (the "Board") of Asia Water Technology Ltd. (the "Company") received an update on 30 December 2009 from its subsidiaries in the PRC and wish to inform shareholders that the subsidiaries have reported that Wuhan Kaidi Water Services Co., Ltd was awarded two EPC contracts as described below.
 - a. RMB 43.6 million worth of EPC Contract for a Desalination Project for China Cheng Da Engineering Co., Ltd ("中国成达工程有限公司") dated October 2009
 - b. RMB 18.26 million worth of EPC Contract for a Desalination Project for Shijiazhuang Liangcun Thermal Co., Ltd ("石家庄良村热电厂有限公司") dated October 2009
2. The current status of the various notices or demands made by PRC banks is set out in the attached table.
3. The Company's core business in the PRC continues to operate and to source for new EPC contracts.

By Order of the Board

Kareti Venkataramana
Interim Executive Director

11 January 2010

Note:

"This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, SAC Capital Private Limited, for compliance with the relevant rules of the Exchange. The Company's Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange 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 Huang Wei Beng (tel: 65-6221 5590) at 79 Anson Road #15-03 Singapore 079906."