



**Leader Environmental Technologies Limited**  
**利德环保技术有限公司**  
**(Incorporated in the Republic of Singapore on 15 August 2006)**  
**(Company Registration Number: 200611799H)**

---

## **New Operation and Maintenance Agreement and Update on the Letter of Intent with Lingnan Environmental**

---

### **New Operation and Maintenance Agreement**

The Board of Directors of Leader Environmental Technologies Limited (the “Company”) is pleased to announce that its wholly-owned subsidiary in PRC, Jilin Anjie Environmental Engineering Co., Ltd (“Anjie”), has entered into an agreement with Tonghua Iron & Steel Co., Ltd (通化钢铁股份有限公司), a subsidiary of Shougang Tonggang Group (首钢通钢集团) on 27 November 2011 to undertake operations and maintenance (“O&M”) of the desulphurization system of a sintering system. (The Company and Anjie shall hereinafter be collectively referred to as the “Group”.)

The duration of the provision of the said O&M services, which is scheduled to commence in 2012, will be for a period of one year and the total contract value is approximately RMB28.1 million. The said contract is renewable for further periods of one-year each, subject to mutual negotiation and agreement.

The Company does not expect the contract to have any material impact on the net tangible asset and earnings per share of the Company for the financial year ending 31 December 2011.

As far as the Directors of the Company are aware, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction other than through their shareholdings in the Company.

## **Update on the Letter of Intent with Lingnan Environmental**

The Board of Directors of the Company refers to (1) the announcement dated 13 April 2011 in relation to the non-binding letter of intent signed by Anjie and Liaoning Province Lingnan Environmental Protection Hi-tech Industrial Park Development Co., Ltd (辽宁省岭南环保高新技术产业园发展有限公司) (“**Lingnan Environmental**”); and (2) paragraph 10 of the Unaudited Results for the First Quarter and the Three Months Ended 31 March 2011 announced on 13 May 2011. After further deliberation, the Group has decided not to pursue the contract for the provision of O&M services to Lingnan Environmental as the latter has undergone changes to its management team. The non-binding letter of intent entered into between Anjie and Lingnan Environmental was thereby terminated as mutually agreed.

By Order of the Board

Lin Baiyin  
Executive Chairman and Chief Executive Officer  
21 December 2011

*The initial public offering of the Company was sponsored by Stirling Coleman Capital Limited (“Issue Manager”). The Issue Manager assumes no responsibility for the contents of this announcement.*