



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)

PROPOSED DISPOSAL OF THE AIWATER GROUP AS A MAJOR TRANSACTION AND AN INTERESTED PERSON TRANSACTION

PROPOSED CONDITIONAL DISTRIBUTION TO SHAREHOLDERS

- CLEARANCE BY SGX REGCO OF THE CIRCULAR

1. INTRODUCTION

1.1. The Board of Directors ("**Board**") of Leader Environmental Technologies Limited ("**Company**"), and together with its subsidiaries, ("**Group**") refers to its announcements dated 13 January 2025 and 28 February 2025 (the "**Previous Announcements**") relating to the:

- (a) entry by the Company, through its wholly-owned subsidiary United Greentech Holdings Pte. Ltd. ("**United Greentech**"), into two (2) sale and purchase agreements with WJL Holding Pte. Ltd. ("**Buyer**") for the proposed disposal of all the shares in the capital of AIWater (Anhui) Co., Ltd. and UG Water Pte. Ltd. held by United Greentech to the Buyer (the "**Proposed Disposal**"). The Proposed Disposal constitute an "Interested Person Transaction" and a "Major Transaction" under Chapter 9 and Chapter 10 of the Listing Manual respectively;
- (b) entry by the Company and United Greentech into a set-off agreement with the Buyer, Dr Lin Yucheng, Ms Pan Shuhong, Feynman Capital Pte. Ltd. and InnoVision Super Aqua Limited ("**InnoVision SAL**") such that the aggregate consideration for the Proposed Disposal will be net of the amounts payable by the Company to Dr Lin, Ms Pan and InnoVision arising from the Proposed Distribution; and
- (c) proposed distribution of the S\$ equivalent of up to RMB248,650,294 based on the actual exchange rate to be announced at a later date ("**Applicable Exchange Rate**"), to the Company's shareholders ("**Proposed Distribution**") via a capital reduction exercise ("**Proposed Capital Reduction**"), and in connection with the Proposed Distribution, a sum of the S\$ equivalent of up to RMB34,710,120, based on the Applicable Exchange Rate, will be payable to InnoVision SAL as the holder of redeemable zero-coupon convertible bonds pursuant to the terms and conditions of the bonds.

All capitalised terms used in this announcement shall bear the same meaning as set out in the Previous Announcements, unless otherwise expressly stated or the context otherwise requires.

2. CLEARANCE BY SGX REGCO OF THE CIRCULAR

2.1. The Company is pleased to announce that the Singapore Exchange Regulation Pte. Ltd. ("**SGX RegCo**") has, on 2 April 2025, advised that it has no comments on the Circular.

2.2. The SGX RegCo's clearance of the Circular does not imply that the Companies Act 1967 and any amendments thereof, or any other statutory requirements have been complied with, and is not to be taken as an indication of the merits of the Proposed Disposal, the Proposed Capital Reduction, the Proposed Distribution, the Company and/or its subsidiaries. The SGX-ST assumes no responsibility for the correctness of any of the statements made, opinions expressed or reports contained in this announcement.

3. DESPATCH OF THE CIRCULAR

The Circular setting out further information on the Proposed Disposal, the Proposed Capital Reduction and the Proposed Distribution (collectively, the "**Corporate Actions**"), and the notice to convene the EGM for the purpose of seeking Shareholders' approval for the Corporate Actions, will be despatched to Shareholders in due course.

4. CAUTIONARY STATEMENT

Shareholders and potential investors are advised to exercise caution when dealing in the Shares. The Corporate Actions are subject to certain conditions and there is no certainty or assurance that the Corporate Actions will be completed or that no changes will be made to the terms thereof. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Ngoo Lin Fong
Executive Chairman
2 April 2025