

C&G ENVIRONMENTAL PROTECTION HOLDINGS LIMITED

(Incorporated in Bermuda on 24 September 2004)

(Registration Number 35842)

(the “Company”)

PROVISION OF GUARANTEE

The Board of Directors of C&G Environmental Protection Holdings Limited wishes to announce that C&G Environmental Protection (Jinjiang) Company Limited (“the Borrower”), a wholly owned subsidiary of the Company, entered into a Loan Agreement on 11 December 2013 with Xiamen International Bank, Siming Branch, PRC (“the Bank”) for a 3 years loan of RMB50,000,000 (“the Loan”) for the payment of overhaul costs incurred for Jinjiang’s Waste-To-Energy Plant.

On 11 December 2013, the Company entered into the Guarantee in favor of the Bank, pursuant to which the Company agreed to provide guarantee in respect of repayment obligations of the loan for the Borrower under the Loan Agreement.

THE GUARANTEE

Date: 11 December 2013

Parties: (1) C&G Environmental Protection Holdings Limited, as guarantor for the Guarantee; and

(2) the Bank, as lender for the Loan Agreement.

Principal terms of the Guarantee

The principal terms of the Guarantee are as follows:

Term: commencing from the date of the Guarantee and ending on the date of 2 years after the expiry of the term of the Loan Agreement.

Scope of Guarantee: including the amount of the Loan together with any interest, penalties, liquidated damages and other relevant expenses for the realisation of the Bank’s rights incurred.

The Directors are of the view that the terms of the Guarantee are entered into on normal commercial terms.

None of the Directors or controlling shareholders of the Group has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD

Lin Yan

Executive Chairman & Chief Executive Officer

20 December, 2013