



## **ECOWISE HOLDINGS LIMITED**

(Company Registration No. 200209835C)

---

### **APPLICATION FOR COMMENCEMENT OF ARBITRATION PROCEEDINGS AGAINST CHINA HUADIAN ENGINEERING CO., LTD.**

---

The board of directors (the "**Board**") of ecoWise Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that its wholly-owned subsidiary, Changyi Enersave Biomass to Energy Co., Ltd. ("**CEBEC**"), has applied for commencement of arbitration proceedings in Shandong, China against China Huadian Engineering Co., Ltd. ("**Hua Dian**").

Pursuant to a fixed price engineering, procurement and construction contract dated 12 April 2007 (the "**EPC Contract**"), CEBEC had engaged Hua Dian to, amongst others, construct a 2 x 12 megawatts biomass co-generation power plant (the "**CEBEC Plant**") in the Changyi Binhai (Lower) Economic Development Zone (山東省濰坊市昌邑濱海(下營)經濟開發區). The EPC Contract had a contract value of RMB 188 million. Hua Dian has failed to perform as required under the EPC Contract.

The Company is working closely with its lawyers in connection with the application for arbitration proceedings, to, amongst others, enforce CEBEC's rights under the EPC Contract, as well as to safeguard and protect the interests and assets of the Group.

At this moment, the Company is unable to quantify exactly the materiality of the claim and when the Company is able to do so, it will make an announcement in due course.

Shareholders are advised to exercise caution when dealing in their shares or otherwise refrain from taking any action in relation to their shares which may be prejudicial to their interests. The Company will make the necessary announcements when there are material developments on the arbitration. Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully. In the event of any doubt, Shareholders should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

#### **BY ORDER OF THE BOARD**

#### **LOW KIAN BENG**

Executive Director

26 September 2016

---

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte Ltd (the "**Sponsor**"), for compliance with the relevant rules of the SGX-ST. The Company's Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this document, 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 Bernard Lui*

*Telephone number: (65) 6389 3000*

*Email address: [bernard.lui@morganlewis.com](mailto:bernard.lui@morganlewis.com)*