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Enviro Energy International Holdings Limited

環能國際控股有限公司

(incorporated in the Cayman Islands with limited liability)

Website: <http://www.enviro-energy.com.hk>

(Stock Code: 8182)

2ND SUPPLEMENTAL DEED AND GENERAL DISCLOSURE PURSUANT TO RULES 17.16 AND 17.17 OF THE GEM LISTING RULES ON ADVANCES TO AN ENTITY

The Board announces that the Company entered into the 2nd Supplemental Deed on 16 August 2007, pursuant to which the Company had agreed to pay an additional refundable deposit of HK\$35 million, which will form part of the consideration of the Acquisition, to Global Richland upon signing of the 2nd Supplemental Deed. Pursuant to the terms of the 2nd Supplemental Deed, the Company paid such HK\$35 million to Global Richland on 16 August 2007.

The Board further announces that the amount of advances to Global Richland as of 16 August 2007 increases from that previously disclosed under Rule 17.16 of the GEM Listing Rules and the amount of the increase since previous disclosure is more than 3% of the Assets Ratio of the Group. In accordance with the requirements under Rules 17.16 and 17.17 of the GEM Listing Rules, the Company announces the details of such advances to Global Richland.

The Company will continue to comply with the relevant disclosure requirements according to Rule 17.22 of the GEM Listing Rules for so long as circumstances giving rise to such disclosure obligation continue to exist at the Company's respective quarterly period end, interim period end or annual financial year end.

The Assets Ratio of the Company is based on its total assets value as of 31 January 2007, being HK\$2,198,224.

Reference is made to the announcements dated 10 April 2007, 25 May 2007, 22 June 2007, 19 July 2007, 20 July 2007 and 30 July 2007 (collectively, the “**Announcements**”) made by Enviro Energy International Holdings Limited (the “**Company**”) in respect of the Acquisition and advances to Global Richland. Capitalised terms used herein shall have the same meanings as those defined in the Announcements unless the context otherwise required.

2ND SUPPLEMENTAL DEED

The Board announces that the Company entered into a 2nd supplemental deed to the Exclusivity Agreement and Supplemental Deed with Global Richland on 16 August 2007 (the “**2nd Supplemental Deed**”), pursuant to which the Company had agreed to pay an additional refundable deposit of HK\$35 million, which will form part of the consideration of the Acquisition, to Global Richland upon signing of the 2nd Supplemental Deed. Such HK\$35 million together with HK\$93.6 million already paid by the Company to Global Richland under the Exclusivity Agreement and Supplemental Deed is refundable if the Company decides not to proceed with the Acquisition or a legally binding sale and purchase agreement of share is not entered into on or before the expiry of the Extended Exclusivity Period, i.e. 31 December 2007. The Board further announces that the due diligence exercise on Allied Resources is still in process and that the Company and Global Richland are finalizing the terms and conditions of the Acquisition.

The Company will keep the public informed on a timely manner on the progress of the Acquisition.

Shareholders and/or investors should note that the Exclusivity Agreement, the Supplemental Deed and the 2nd Supplemental Deed may or may not materialize, as no formal binding sale and purchase agreement of shares has been executed between the parties and discussions are still in process. Accordingly, Shareholders and/or investors are advised to exercise caution when dealing in the Company’s shares.

ADVANCES TO GLOBAL RICHLAND

Pursuant to Rules 17.16 and 17.17 of the GEM Listing Rules, a disclosure obligation arises where the relevant advance to an entity from the Company increases from that previously disclosed pursuant to Rule 17.16 of the GEM Listing Rules and the amount of the increase since the previous disclosure is 3% or more under the assets ratio as defined under Rule 19.07(1) of the GEM Listing Rules (the “**Assets Ratio**”). As of 31 January 2007, the Company’s total assets were HK\$2,198,224.

On 16 August 2007, a further refundable deposit of HK\$35 million was paid to Global Richland pursuant to the 2nd Supplemental Deed. Such payment, together with HK\$93.6 million already paid by the Company to Global Richland, which will form part of the consideration of the Acquisition, were unsecured, interest free and refundable as aforesaid. The details and nature of the Acquisition are as announced in the Announcements. Since the unaudited total assets of the Group as of 31 January 2007 were HK\$2,198,224, the amount of advances exceeds the 3% increase threshold under the Assets Ratio of the Group as referred to in Rule 17.16 of the GEM Listing Rules.

GENERAL

The Company will continue to comply with the relevant disclosure requirements according to Rule 17.22 of the GEM Listing Rules for so long as circumstances giving rise to such disclosure obligation continue to exist at the Company’s respective quarterly period end, interim period end or annual financial year end.

By order of the Board
Enviro Energy International Holdings Limited
Chan Wing Him Kenny
Chairman

Hong Kong, 16 August 2007

As at the date of this announcement, the executive Directors are Mr. Chan Wing Him Kenny and Mr. Chan Man Ching, and the independent non-executive Directors are Mr. Lo Chi Kit, Mr. Poon Lai Yin, Michael and Mr. Tam Hang Chuen.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading; (2) there are no other matters the omission of which would make any statement in this announcement misleading; and (3) all opinions expressed in this announcement have been arrived at after due and careful consideration and are founded on bases and assumptions that are fair and reasonable.

This announcement will remain on the GEM website at www.hkgem.com on the “Latest Company Announcements” page for at least 7 days and the website of the Company at www.enviro-energy.com.hk.