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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: 1102)

VOLUNTARY ANNOUNCEMENT
OPERATIONAL UPDATE ON THE MARBLE BUSINESS IN INDONESIA

The Board is pleased to announce that PT. Bara Hugo Energy, an approximate 90% subsidiary of the Company, has entered into a co-operation agreement with PT. Utama Granitindo Mandiri as of 21 January 2014, whereby PT. Utama Granitindo Mandiri has agreed to appoint PT. Bara Hugo Energy as general distributor in Indonesia and exclusive distributor overseas for its marble products.

Besides, the Group has decided to place the operations at the marble quarry at Barabatu, Labakkang District, Pankep Regency, South Sulawesi Province, Indonesia on care and maintenance.

The board (“**Board**”) of directors (“**Directors**”) of Enviro Energy International Holdings Limited (“**Company**”, together with its subsidiaries, “**Group**”) is pleased to announced that PT. Bara Hugo Energy (“**BHE**”), an approximate 90% subsidiary of the Company, has entered into a co-operation agreement with PT. Utama Granitindo Mandiri (“**PT MAS**”) as of 21 January 2014, whereby PT MAS has agreed to appoint BHE as general distributor in Indonesia and exclusive distributor overseas for its marble products.

BHE will have an exclusive right to use PT MAS' cutting and processing facilities as well as a warehouse, which are all located within the Jakarta area.

PT MAS is currently producing high quality marble in South Sulawesi, Indonesia, producing 300 to 500 cubic metres per month, with capacity to reach 1,000 cubic metres per month in a relatively short period of time. As a result of the co-operation, BHE has already generated purchase orders in excess of 5,000 square metres of PT MAS products for a project in Indonesia representing contract value in excess of US\$200,000. The Directors believe that the co-operation represents an excellent opportunity for the Group to move into a more integrated business model and to secure a sustainable supply of quality marble products.

In concert with the business development announced above, the Group has decided to place the operations at the marble quarry at Barabatu, Labakkang District, Pankep Regency, South Sulawesi Province, Indonesia on care and maintenance. Production at that marble quarry under the arrangement between Aces Diamond Pte. Ltd. (“**ACES**”), a wholly-owned

subsidiary of the Company, and PT. Anugerah Batualam Industri ("**ABI**") has peaked at a level of approximately 1,000 cubic metres per month during the most recent quarter. Looking ahead, pre-production blasting has been completed and the Company will now focus on utilising existing marble in inventory and marketing in cooperation with PT MAS, the arrangement between ACES and ABI is such that the Group will incur no costs during the care and maintenance phase.

The Board would like to clarify public reports relating to marble exports from Indonesia and it is the understanding of the Board that under the latest regulations released in January 2014, marble products (including blocks, slabs and tiles) are permitted to be exported out of Indonesia. A draft regulation is now being presented to the ministry of trade in Indonesia for approval. During this interim period, there has been temporary restriction on the export of marble products. The Directors also understand that certain quarry operators have obtained the required export licences and have recommenced exporting marble products out of Indonesia. Nevertheless, since the Group has generated positive response from the domestic market in Indonesia, the Directors consider the temporary ban would not materially affect the Group's marble business and Directors believe the focus of the Group's resources on PT MAS would mitigate any adverse effect.

By Order of the Board
Enviro Energy International Holdings Limited
Chan Wing Him Kenny
Chairman and Chief Executive Officer

Hong Kong, 5 March 2014

As at the date of this announcement, the Directors are:

Executive Directors

Mr. Chan Wing Him Kenny
Dr. Arthur Ross Gorrell

Independent non-executive Directors

Mr. David Tsoi
Mr. Lo Chi Kit
Mr. Tam Hang Chuen