



SOLUTIONS TO WATER & WASTE

DARCO WATER TECHNOLOGIES LIMITED

(Company Registration No. 200106732C)

(Incorporated in the Republic of Singapore)

CLARIFICATION ANNOUNCEMENT – UNAUDITED FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

The Board of Directors (“**Board**”) of Darco Water Technologies Limited (“**Company**”, and together with its subsidiaries, “**Group**”) would like to clarify Section 13 of its announcement dated 1 March 2019 in relation to the unaudited financial statements for the financial year ended 31 December 2018 (“**Announcement**”).

Unless otherwise defined, capitalised terms herein shall have the same meaning as ascribed to them in the Announcement.

It was disclosed in the Announcement that the funds received from the Sofos Placement and RS Placement were \$900,000 and \$2,100,000, respectively. The Company would like to clarify that the funds received from the Sofos Placement and RS Placement should be \$2,100,000 and \$900,000, respectively. Accordingly, the utilisation of the share placement proceeds as at the date of this announcement is as follows: -

	Engineering contracts and business expansion	Funding new projects, investments in environmental relation infrastructure projects and other investments	Working Capital	Total Funds received/ used
	\$	\$	\$	\$
Funds received				
Sofos Placement	-	1,470,000	630,000	2,100,000
RS Placement	-	630,000	270,000	900,000
WZ Placement	5,397,600	12,594,400	-	17,992,000
Share issue expenses	(59,100)	(181,900)	(19,000)	(260,000)
	5,338,500	14,512,500	881,000	20,732,000
Funds used				
Infrastructure projects	-	(3,083,600)	-	(3,083,600)
Engineering, Procurement and Construction (“EPC”) business expansion in China	(868,800)	-	-	(868,800)
Business expansion – Pneumatic Waste Conveyance System	(1,000,000)	-	-	(1,000,000)
Total	(1,868,800)	(3,083,600)	-	(4,952,400)
Net Balances	3,469,700	11,428,900	881,000	15,799,600

The Company will continue to update in periodic announcements on the utilisation of the balance of the proceeds from the share placements as and when the proceeds are materially disbursed and provide a status report on such use in its annual report and its half yearly and full year financial results announcements.

By Order of the Board

Thye Kim Meng
 Managing Director and Chief Executive Officer
 6 March 2019