

Darco Wins Its First Landfill Gas Recovery and Conversion Project with Consortium Partners

- Involves a total investment of DKK 21.5 million (approximately SGD4.7 million) by the government of Denmark's Environmental Support Programme (ESP3) www.esp3.org, which has been supporting the Indonesian government to adopt green growth practices and improved environmental management for more than a decade
- The Project is expected to be handed over in 4Q2018
- Contract win is in tandem with the Group's strategy to become a comprehensive integrated environmental protection solutions provider

Singapore – 11 September 2017 – Mainboard-listed Darco Water Technologies Limited (the “**Company**” or “**Darco**” or the “**Group**”) is pleased to announce that a consortium comprising Darco Water Systems Sdn. Bhd. (Malaysia), Q2 A/S (Denmark) and Pt. Fitama Putri Mandiri (Indonesia) has secured a landfill gas recovery and conversion project (the “**Project**”) in Jati Barang Landfill, Semarang, Central Java, Indonesia.

The Project is worth DKK21.5 million (approximately SGD4.7 million). Based on the agreement, the Group, Q2 A/S and Pt. Fitama Putri Mandiri will equally share the profits generated from the Project. In addition, the Project is expected to be handed over in 4Q2018.

Semarang is situated on the north coast of the island of Java, Indonesia. It is the capital and largest city of Central Java which has problem in solid waste management. Jati Barang Landfill is the biggest landfill in Semarang and has been in operation since 1992¹. The Project involves biogas harvesting from gas wells in the landfill, which will be covered with liners made from High Density Polyethylene. The harvested biogas will be cleaned and converted into electrical energy which will be supplied to the grid.

¹ Jatibarang Landfill of Semarang City, <https://jurnal.ugm.ac.id/jag/article/view/7233>

Established in 2006, Q2 A/S has more than 30 years of experience and technology know-how in the field of biogas and landfill gas utilization. Besides that, Pt. Fitama Putri Mandiri is a local environmental protection player in Indonesia which mainly involves in the waste to energy industry.

Mr. Thye Kim Meng, Chairman, Managing Director and Chief Executive Officer of the Group, said, **“Winning of this contract along with the consortium partners represents a great significance to the Group as this marks the first landfill gas recovery and conversion project for the Group. In addition, this would also further expand our business operations in the solid waste management industry. The successful bid of this project is in tandem with the Group’s strategy to become a comprehensive integrated environmental protection solutions provider.**

Moving ahead, we will remain committed to development of product offering to further enhance our market competitiveness in the environmental protection industry.”

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About Darco Water Technologies Limited

Established in 1999 and listed on SGX in 2002, Darco Water Technologies designs and delivers engineered solutions for water and wastewater systems for industrial and municipal customers. Its core management team has more than 19 years of experience in water treatment for a wide range of industries. Its markets include Mainland China and Southeast Asia.

For more information, please refer to www.darcowater.com

**Issued for and on behalf of Darco Water Technologies Limited
by Financial PR Pte Ltd**

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