

(Summary translation)



(Incorporated in the Cayman Islands with limited liability)

CHIHO ENVIRONMENTAL GROUP LIMITED

(Stock Code: 976)

(Interview of Hong Kong Economic Times) Chiho Hopes to Expand Waste Vehicle Recycling Market in China by Drawing on the Experience of Europe and the U.S.

Chiho Environmental Group Limited (“CEG” or the “Group” ; Stock Code: 00976.HK) acquired Scholz, a metal recycling company based in Germany in 2016. Wong Wun Lam, the Chief Financial Officer hoped to expand the waste vehicle recycling market in China by introducing Scholz’ s experience gained in the European and U.S. market and its technology in the future.

Wong Wun Lam indicated that synergistic effect was among the considerations of the acquisition of Scholz back then and he hoped to introduce its experience and technology, especially waste vehicle dismantling technology. He expected that the demand would be huge as there would be approximately 20 million waste vehicles to be processed in China annually by 2020. He also added with stringent restriction imposed by the Chinese government on imported waste, the group would seize the opportunity to develop a recycling network in China.