

DAYEN ENVIRONMENTAL LIMITED
(Company Registration No. 198602051G)
(the "Company")

**USE OF PROCEEDS FROM RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE ON
THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY TWO (2) EXISTING ORDINARY
SHARES (THE "RIGHTS ISSUE")**

The Board of Directors of Dayen Environmental Limited (the "**Company**") refers to the Rights Issue which was completed on 1 September 2008, and wishes to announce that a total amount of S\$2,045,582 ("**Disbursement Amount**") of the gross proceeds of S\$2,046,735 has been disbursed on 21 October 2009.

A breakdown of the Disbursement Amount is as follows:-

Utilisation	S\$	% of gross proceeds
Payment of professional fees and related expenses in connection with the Rights Issue	114,835	5.6
Projects related expenses ⁽¹⁾	1,930,747	94.3
Total	2,045,582	99.9

Note:-

- (1) The water and wastewater projects referred to in the abovesaid paragraph are (i) Enhancement Works at Johor River Waterworks Plants A and B ("**Project JRW**"), and (ii) Proposed Serangoon Reservoir: Dams, Gates, Dredging and Ancillary Works ("**Project Serangoon**"), (collectively, the "**Projects**").

Projects related expenses pertain mainly to purchases of direct materials as well as subcontracting costs incurred for civil, mechanical and electrical works.

The Board of Directors wishes to highlight that in accordance with the announcement made on 26 August 2009, the proceeds from the Rights Issue was disbursed for use with the authorisation of an independent director of the Company. The Board of Directors also confirms that the proceeds from the Rights Issue were used towards the purposes set out under paragraph 3 on "Use of Proceeds from Offer and Expenses Incurred" of Part IV "Key Information" on page 21 of the Offer Information Statement.

The Company will continue to make announcements via SGXNET upon subsequent material financial disbursements in a timely manner.

BY ORDER OF THE BOARD

Yau Wai Hoo
Chief Executive Officer / Executive Director
21 October 2009

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Collins Stewart Pte. Limited for compliance with the relevant rules of the SGX-ST. Collins Stewart Pte. Limited has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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