

Company announcement

Release date 24 October 2022

Update on XingYun Lake court case in China

Phoslock Environmental Technologies (ASX:PET) disclosed on 7 July 2022 that the YuXi City People's Court ("**Court**") had handed down a judgement which ordered (1) the payment of an outstanding receivable plus late interest (totalling approximately \$A 7.14 million) by the YuXi City Ecosystem Department ("**Defendant**") for goods/services supplied and (2) the return of 967 tonnes of goods to PET's Beijing based subsidiary, Beijing Ecosystem Environmental Science and Technology Co., Ltd ("**BEST**").

PET had previously calculated the payment deadline to be 18 October 2022 based on an assumed date on which the Defendant should have been served the judgement by the Court in accordance with the Court's usual practice. It was subsequently established that a deadline of 21 October 2022 had been confirmed by the Court.

The 967 tonnes of goods have now been returned by the Defendant to BEST.

As none of the receivable and interest has been paid on or after the due date of 21 October 2022, BEST will pursue all legal avenues available including applying to the Court for enforcement actions to be taken against the Defendant, to reclaim this receivable.

Further updates on this matter will be provided in due course.

This announcement has been approved by the Managing Director and Chairman

Mr David Krasnostein AM
Chairman

Mr Lachlan McKinnon
Managing Director & CEO

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About PET

Phoslock Environmental Technologies Limited (ASX: PET) specialises in water treatment products to remediate nutrient polluted fresh waterbodies including, lakes, rivers, canals, municipal and private ponds, recreational and drinking water reservoirs.

Headquartered in Melbourne, PET also has offices in Shanghai and the UK, sales resources in China, ANZ, Europe and the US. PET also has registered entities in Canada, USA and Belgium, and manufacturing operations based in Changxing, China. PET is represented by licensees, distributors and agents in numerous other countries including HydroScience in Brazil.

Phoslock® is a proprietary and unique water treatment product that permanently binds excess phosphorus in the water column and sediments.

Phosflow is a proprietary and unique water remediation product that removes excess phosphorus in flowing water applications.

Phoslock is certified for use in drinking water in North America, Europe, Brazil, Australia, and China. Along with Phoslock, PET also supplies zeolites and specialised solutions that address water pollution issues.

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