5th April 2022



Attention: Angela Villate

Development Manager AOYUAN GROUP Suite 30.02, Level 30 420 George Street, SYDNEY NSW 2000

RE: MOSSVALE TREATMENT PLANT – Interim WWTP Update

True Water Community is specialist sewage treatment organisation focused on providing community WWTP's for both the private and public sector.

True Water Community is a partnership between Kubota Corporation and True Water Group. Kubota is a multinational, AAA rated, manufacturer of machinery and water industry technologies. Kubota provides financial stability and technical expertise. True Water is a specialist wastewater group focusing on the delivery of manufactured WWTP's throughout Australia and the Pacific. True Water have delivered over 1500 site specific treatment systems and completed numerous wastewater projects for Utilities, Councils, State Government, and private enterprise.

True Water Community, its technologies, structure, policy, and human resources have been specifically developed to satisfy state government regulations such as the WIC Act.

Assessment of sewage servicing options

Aoyuan contacted True Water in 2019. Aoyuan provided detailed information regarding the lack of municipal sewage services and the likely timeframe for connection. A sewage solution was required to allow the development to proceed. Sewage servicing options included; connection to municipal sewage, interim tankering, an IWU, and Interim WWTP. Following detailed discussion Aoyuan engaged True Water to confirm the most viable sewage servicing strategy. Aoyuan provided all relevant information and correspondence, and a detailed analysis was completed. The draft report was presented in April 2020 and the final report, which identified an Interim WWTP was the most viable option, was issued in June 2020.

In May 2021 True Water engaged in Aoyuan's rigorous due diligence process aimed at ensuring the Interim WWTP meets all regulatory requirements.

Compliance with regulations, legislation, codes and standards

True Water's proposal has been developed considering NSW government legislation, including the specific requirements of IPART and the WIC Act. The design, construction, maintenance, and operation of the Interim WWTP infrastructure and subsequent supply the sewage service will be completed in compliance with relevant legislation. The Kubota WWTP is scalable, providing the highest level of capital control, operational efficiency and flexibility. Once the MVTP is upgraded the plant will be decommissioned (as per condition of consent) and the development will be connected to the Wingecarribee sewer system. All phases of works stall strictly comply with relevant regulations.

IPART Licensing

As noted above, True Water Community's technologies, structure, policy and framework have been specifically developed to comply with state government regulations including the WIC Act.

Project specific approvals and/or licences are required for the Interim WWTP. True Water has expertise and personal to acquire all relevant licences and has experience undertaking regulatory approvals for projects of similar and larger scale.

Conclusion

True Water will provide, install, and operate the Interim WWTP to comply with the specific conditions of Approval. Operator of last resort and performance guarantees will be satisfied by Kubota. Financial security will be provided as required. True Water's established national network will provide all operation and management services.

Please contact us with any further questions.

Yours Sincerely,

James Mahoney Manager – Design & Consultancy True Water Community