



ABUNDANCE INTERNATIONAL LIMITED

沅裕国际有限公司

(Singapore Co. Reg. No: 197501572K)

NEWS RELEASE - FOR IMMEDIATE RELEASE

Results for half year ended 30 June 2019

	HY2019	HY2018
Revenue	US\$173.7 million	US\$227.9 million
Total profit/(loss) attributable to the Shareholders	US\$(780,000)	US\$(602,000)

Singapore, 6 August 2019 – SGX Catalist-listed Abundance International Limited (the “Company” and together with its subsidiaries, the “Group”) today announced its results for the half year ended 30 June 2019 (“HY2019”).

- For HY2019, the Group recorded US\$173.7 million of revenue, mainly arising from the chemical trading business undertaken by its wholly-owned subsidiary Orient-Salt Chemicals Pte. Ltd. and its subsidiaries (the “OSC Group”).
- The OSC Group itself achieved a profit after tax of US\$0.2 million.
- The Group’s loss attributable to the shareholders was US\$780,000 after deducting the following costs:
 - a non-cash interest expense of US\$513,000 recorded in HY2019 as a result of the S\$12,855,000 in principal amount of zero coupon bonds issued by the Company on 31 January 2017;
 - depreciation of US\$231,000 that was mainly derive from the factory at 9 Joon Koon Circle; and
 - amortisation of right-use assets of US\$67,000

Managing Director, Mr Sam Kok Yin said, “Due to the global economic downturn and a drop in the average selling price of chemical products, the OSC Group reported a significant drop in revenue for HY2019 as compared to HY2018. Notwithstanding that, the OSC group remained profitable in HY2019. As at 30 June 2019, the OSC Group has access to approximately US\$69.2 million of trade facilities granted by banks for the purpose of its chemical trading business.”

Mr Sam added, “Zhangjiagang Orient-Hill Microorganisms Technology Co., Ltd, in which the Company currently has a 70% equity interest, has commenced marketing to potential clients. We also completed the acquisition of 18.18% of the enlarged share capital of Shanghai Sunrise Polymer Material Co., Ltd. (“SSPM”) in HY2019. SSPM was incorporated in the People’s Republic of China and specialises in the production of specialty chemicals used mainly for the construction industry, such as concrete admixtures, mortar admixtures, gypsum water reducing agents, floor care products and geotechnical engineering additives. We will continue to explore and evaluate other chemical related investment opportunities.”

With regards to its Print and Paper Management Business, the Group has been exploring ways to adjust its business model moving forward. In June 2019, the Group started slitting and rewinding of paper rolls.

..... End

About Abundance International Limited

Incorporated in Singapore in 1975 and listed on SGX Sesdaq in 2000, the Company was engaged primarily in the business of commercial printing of books, calendars and other publications. In 2015, it diversified its business scope and today, the Company’s businesses comprise Chemicals, Investments and Print and Paper Management.

For further information, please email to: contact@abundance.com.sg or call +65 6861 4040.

Note:

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the Singapore Exchange Securities Trading Limited (the “SGX-ST”) Listing Manual Section B: Rules of Catalyst.

This announcement has not been examined or approved by the SGX-ST. The SGX-ST assumes no responsibility for the contents in this announcement, including the accuracy, completeness, correctness of any of the information, statements made, reports contained or opinions expressed in this announcement.

The contact person for the Sponsor is Mr Ng Joo Khin
Tel: 6389 3000 Email: jookhin.ng@morganlewis.com