ABTERRA LTD.
(Registration No. 199903007C)

NOTIFICATION OF COMPLIANCE: REQUIREMENT TO PERFORM QUARTERLY REPORTING OF UNAUDITED FINANCIAL STATEMENTS

The Board of Directors (the "**Board**") of Abterra Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the Group has received a Notice of Compliance ("**Notice**") from the Singapore Exchange Regulation ("**SGX RegCo**") today, relating to the quarterly reporting requirement under the Amended Rule 705(2) of the Listing Manual with effect from 7 February 2020.

Under the Amended Rule 705(2), an issuer will have to report its unaudited financial statements on a quarterly basis instead of half-yearly basis if it meets one of the following criteria:

1. It has received a qualified opinion, disclaimer of opinion or adverse opinion (collectively, "**modified opinion**") from its auditors on its latest financial statements;

2. Its auditors have expressed a materiality uncertainty relating to going concern on its latest financial statements; and

3. The SGX RegCo has regulatory concerns with the Company.

The Notice has directed, *inter alia*, that

a. The Company is required to perform quarterly reporting of its financial results ("**QR**") on an ongoing basis from 7 February 2020. This arises from the modified opinion issued by the Company's statutory auditor in the Company's latest annual audit.

b. In addition, SGX RegCo requires the Company to continue to do QR in accordance with the requirements set out in the Amended Rule 705(2) on an ongoing basis and the Company to report the quarterly financial statements for the period from 1 January to 31 March 2020 ("**QR Commencement Date**") by 15 May 2020.

c. The Company will need to perform QR until further notice from SGX RegCo.

d. In the announcement of the Company's quarterly results, a statement be included on the cover page indicating that the QR announcement is mandatory, made pursuant to the Exchange's requirements, as required under Listing Rule 705(2C).

e. The Company has to provide: (a) updates on efforts taken to resolve each outstanding audit issue; and (b) confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Please refer to the Notice announced at the SGXNet for further details.

The Board note and acknowledge the contents of the Notice and will comply with the requirements set out therein. The Company will announce its unaudited financial statements for the period ended 31 Mar 2020 on or before 15 May 2020.

The Company will notify shareholders if there are any material developments on this matter.

BY ORDER OF THE BOARD

Cai Suirong
Director and Chief Executive Officer
7 February 2020