



ABUNDANCE INTERNATIONAL LIMITED

洋裕国际有限公司

(Singapore Co. Reg. No: 197501572K)

NEWS RELEASE - FOR IMMEDIATE RELEASE

Results for half year ended 30 June 2020

	HY2020	HY2019
Total Revenue	US\$188.1 million	US\$173.8 million
Total loss for the period	US\$(799,000)	US\$(780,000)
Earnings/ (Losses) before interest, taxes, depreciation and amortisation	US\$400,000	US\$(87,000)

Singapore, 13 August 2020 – 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 2020 (“**HY2020**”).

- For HY2020, the Group recorded US\$188.1 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\$0.4 million.
- The Group recorded earnings before interest, taxes, depreciation and amortisation for HY2020 of US\$400,000. There was a loss of US\$799,000 after deducting costs comprising mainly:
 - a non-cash interest expense of US\$573,000 recorded in HY2020 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\$260,000 that was mainly derived from the factory at 9 Joon Koon Circle; and
 - amortisation of right-use assets of US\$84,000.

Managing Director, Mr Sam Kok Yin said, “The OSC group became profitable in HY2020 despite challenging conditions posed by the Covid-19 pandemic and the general economic downturn. As at 30 June 2020, the OSC Group has access to approximately US\$46.6 million of trade facilities granted by banks for the purpose of its chemical trading business. We will exercise extra caution in our business activities in the current business environment but will continue to explore and evaluate other chemical related investment opportunities.”

With regards to its Print and Paper Management Business, the Group started slitting and rewinding of paper rolls in June 2019 and in October 2019, the Group started providing sheeting services. Today, the Group is able to provide a comprehensive suite of paper management services to clients which are mostly based in Singapore. The Group has achieved US\$315,000 of revenue for HY2020. The revenue generated will defray the costs associated with owning our factory in Joo Koon, Singapore.

The bonds issued by the Company on 31 January 2017 pursuant to the 2017 Rights Issue will mature on 30 January 2021. The principal amount payable on maturity is SGD12,855,000 (US\$8.5 million). As a sign of confidence in the Company and to support its working capital requirements, the three largest holders of the bonds have signed a letter confirming their intention to, *inter alia*, exercise their warrants entitlement in full and to extend new loans (on terms to be mutually agreed between each of them and the Company) to the Company to repay the amount owing by the Company to each of them upon maturity of the bonds.

..... 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 document has been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGX-ST") and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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