



ABTERRA LTD.

(Company Registration No. 199903007C)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF SGX-ST LISTING MANUAL

Abterra Ltd. (the “**Company**”) has been placed on the watch-list with effect from 5 June 2018, pursuant to Rule 1311(1) and 1311 (2) of the Listing Manual. In accordance with Rule 1313 (2) of the Listing Manual, the Board of Directors (the “**Board**”) of the Company and together with the subsidiaries (collectively, the “**Group**”) would like to provide the following quarterly update.

Update on Unaudited Financial Performance and Financial Situation

The Group has released its unaudited financial statements for the second quarter ended 30 June 2018 (“2Q2018”) (“2Q2018 Announcement”). Shareholders should refer to the 2Q2018 Announcement for further details.

The Group’s revenue was increased significantly for 2Q2018 compared to last year. However, the gross profit was not enough to cover the expenses incurred. The S\$0.5 million loss recorded for the period under review was mainly due to net foreign exchange loss incurred during period.

The Group’s net assets unchanged at S\$73.6 million as at 30 June 2018 from 31 December 2017. Cash and cash equivalents increased slightly from S\$0.9 million as at 31 December 2017 to S\$1.1 million as at 30 June 2018. The Group generated S\$0.9 million for its operating activities. Please refer to our result announcement for the financial period ended 30 June 2018 released on 13 August 2018 for full details.

Update on Future Direction

The Group is in the middle of financing for developing new profitable trading segment of the Group Company. The Group will continue to stay focused on capturing opportunities that complement or expand the core trading business. The Group will build on this foundation of first two quarters to deliver sustainable business growth. Besides trading and rental of property, the Group will also explore way to diversify into other business or markets to provide alternative revenue and income streams while managing costs prudently.

The Company will continue to consider various options to meet the requirements of Rule 1314 of the SGX-ST Listing Manual pursuant to the MTP exit criterion and the financial exit criteria and will update its shareholders in due course.

The Company will make further announcements to update shareholders of the Company as and when there are any material developments in this matter.

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BY ORDER OF THE BOARD

Cai Suirong
Director and Chief Executive Officer
13 August 2018