ABTERRA LTD.
(Company Registration No. 199903007C)

APPLICATION FOR FURTHER EXTENSION OF TIME

All capitalized terms used herein shall unless otherwise defined have the meanings ascribed to them in the Company's announcement dated 30 May 2017.

1. The board of directors ("**Board"**) of Abterra Ltd. (the "**Company**") refers to the Company's announcement dated 30 May 2017 (the "**Announcement**") in relation to:

   (a) the SGX-ST's notification to the Company that the Company would be classified as a cash company under Rule 1018 of the Listing Manual after completion of the Disposal unless it demonstrated the ability to generate regular substantial revenue from its trading activities or rental revenue, starting from the first quarter ending 31 March 2017;

   (b) the Company's application to the SGX-ST for an extension of time to 30 June 2017 for it to generate regular substantial revenue from its trading activities or rental revenue; and

   (c) the grant of an extension of time to 30 June 2017 for the Company to generate regular substantial revenue from its trading activities or rental revenue. The SGX-ST has also advised that in the event of the Company being classified as a cash company prior to the entry into a binding sales and purchase agreement for the Proposed Acquisition, the Proposed Acquisition would be subject to new listing requirements pursuant to Rule 1015 of the Listing Manual.

2. The Board wishes to inform Shareholders that:

   (a) The Company had applied to the SGX-ST for a further extension of time to 30 September 2017 for it to generate regular substantial revenue from its trading activities or rental revenue. The basis for the extension were as follows:

      (i) Trading Activities

      Following completion of the Disposal on 7 February 2017, the Company had begun trading and booking trading revenue. The Company had continued its trading activities and since made further trades. Moving forward, the Company expects to build on its trading activities as it leverages on its trades and generated cash-flow.

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      (ii) Proposed Acquisition of BLX

      On 21 June 2017, the Company announced its entry into a binding conditional sale and purchase agreement ("**SPA**") with Li Ya Nan（李雅楠）and Lu Du Wei（鹿笃薇）(the **"Vendors"**) to acquire 50,000 shares in Lead China Development Limited (the **"Target"**), which comprises 100% of the entire issued and paid-up share capital of the Target (the "**Sale Shares**") (the **"Proposed Acquisition"**). The Target indirectly holds 51% of the equity interest in Tianjin Belong Faith Energy Minerals Co., Ltd（天津博朗信国际贸易有限公司）("**BLX**"). The total purchase consideration for the Proposed Acquisition is RMB 74,205,000 (equivalent to approximately S$15,051,724 based on an exchange rate of S$1:RMB4.93 as at 21 June 2017) (the "**Consideration**").

The Company had submitted an additional listing application ("**Additional Listing Application**") to the SGX-ST in relation to the proposed allotment and issuance of 48,553,949 fully paid-up ordinary shares in the capital of the Company (the "**Consideration Shares**"), at an issue price of S$0.31 per Consideration Share (the "**Issue Price**"), by the Company to the Vendors in satisfaction of the Consideration.

Subject to the SGX-ST's approval of the Additional Listing Application and the satisfaction of the conditions precedent of the SPA, the Company will complete the Proposed Acquisition of BLX.

The Proposed Acquisition, if completed, will enable the Company to rejuvenate its trading business, enhance its trading capabilities and achieve a greater market presence, as well as to enlarge its revenue stream. The Target and its subsidiaries (the "**Target Group**") are in the same core business and the Company believes that the Proposed Acquisition will be beneficial to the Group's trading business as the Target Group will be able to provide access to a greater network of customers and traders.

(iii) Rental Income

The Company is also looking to lease out a substantial part of its remaining property unit for recurring income; and

(b) The SGX-ST has granted an extension of time to 30 September 2017 for the Company to generate regular substantial revenue from its trading activities or rental revenue, subject to the completion of the proposed acquisition of 51% equity interest of BLX.

3. The Company will provide further updates and details on the abovementioned matters and the Proposed Acquisition in subsequent announcements as appropriate when there are material developments and/or disclose further details in accordance with the rules of the Listing Manual.

In the meantime, Shareholders are advised to refrain from taking any action in respect of their shares in the Company which may be prejudicial to their interests and to exercise caution when dealing with shares in the Company. In the event that Shareholders of the Company wish to deal in the shares of the Company, they are advised to seek their own professional advice and/or consult their stockbrokers.

BY ORDER OF THE BOARD

Lau Yu
Director and Chief Executive Officer
7 August 2017