ABTERRA LTD.
(Company Registration No. 199903007C)

PROPOSED ACQUISITION OF COMMERCIAL PROPERTY IN BEIJING, PRC

The Board of Directors (the "**Board**") of Abterra Ltd. (the "**Company**") refers to the announcements by the Company on 31 December 2014, 30 June 2015, 27 July 2015, 30 December 2015, 8 March 2016, 30 June 2016 and 30 December 2016 ("**Announcements**") in relation to the Proposed Acquisition. Unless otherwise stated, capitalised terms used in this announcement shall have the same meaning as ascribed to them in the Announcements.

The Company had, on 30 December 2016, entered into a Third Extension Letter with the Vendor to extend the Long-Stop Date under the SPA to 30 June 2017. As such, the SPA has lapsed today.

On 30 June 2017, the Company received a letter from the Vendor expressing the Vendor's wish to re-negotiate certain commercial terms as it had difficulty proceeding with the Proposed Acquisition on the current terms.

The Board will deliberate, and if thought fit, enter into negotiations with the Vendor. The Company will update shareholders on developments.

BY ORDER OF THE BOARD

Lau Yu
Chief Executive Officer
30 June 2017