

ABUNDANCE INTERNATIONAL LIMITED

(Incorporated in Singapore)
(Company Registration Number 197501572K)

POTENTIAL DILUTION OF SHAREHOLDING INTERESTS IN SHANGHAI SUNRISE POLYMER MATERIAL CO., LTD. PURSUANT TO INVESTMENT BY STRATEGIC INVESTOR

The Board of Directors (the “**Board**”) of Abundance International Limited (the “**Company**”) refers to the Company’s earlier announcements dated 27 November 2018, 13 March 2019, 28 March 2019 and 2 September 2021, and wishes to announce that the Company has been informed that 上海三瑞高分子材料股份有限公司 (Shanghai Sunrise Polymer Material Co., Ltd.) (“**Sunrise**”) has signed a placement agreement dated 9 September 2021 with 国投(广东)科技成果转化创业投资基金合伙企业(有限合伙) (the “**Investor**”) pursuant to which Sunrise will issue 13,212,311 new shares for cash to the Investor at an issue price of approximately RMB6.81 per share (the “**SDIC Investment**”). The gross proceeds of the SDIC Investment is RMB90 million. Upon completion of the SDIC Investment, the shareholding interests of our wholly-owned subsidiary, Abundance Investments Pte Ltd (“**Abundance Investments**”), in Sunrise will be reduced from 15.61% to 12.74% (the “**Dilution**”).

The Investor is majority-owned by 国家开发投资集团有限公司 (State Development & Investment Corp., Ltd.) (“**SDIC**”). According to its website (www.sdic.com.cn/en), SDIC is a state-owned investment holding company approved by the State Council of the People’s Republic of China.

Sunrise will use the proceeds of the SDIC Investment specifically for the advancement of its business division which produces specialty chemicals used in the manufacture of lithium-ion batteries, including increasing its production capacity in this area. Based on information available to the Company, the intention is for Sunrise to seek a listing in the People’s Republic of China in due course.

On 28 March 2019, Abundance Investments completed a subscription of 7,334,067 new shares (the “**Subscription Shares**”) in Sunrise at an issue price of approximately RMB2.727 per share for a total consideration amount of RMB20 million. At the time of completion, the Subscription Shares represented 18.18% of the enlarged share capital of Sunrise. The SDIC Investment values Sunrise at RMB490 million post-completion. For reference and illustrative purposes only, based on that valuation, our 12.74% shareholding interests in Sunrise would have a value of approximately RMB62 million.

Sunrise specialises in the production of specialty chemicals used mainly for construction, for surface care, oxythelen derivatives and also for use in the production of lithium batteries.

In line with its usual practice, the Company will be engaging an independent valuer to conduct a valuation of its investment in Sunrise as at the end of each financial year for accounting and audit purposes.

To the best knowledge of the directors, none of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the Dilution (other than through their respective shareholding interests in the Company, if any).

By Order of the Board

Sam Kok Yin
Managing Director

9 September 2021

Note:

This announcement 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 announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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