ABTERRA LTD.
(Company Registration No: 199903007C)

Unaudited Financial Statements and Dividend Announcement for the Third Quarter Ended 30 September 2015

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

		THE GROUP					
		Quarter ended 30 September			9 months ended 30 September		
		2015	2014	Changes	2015	2014	Changes
	Notes	S$'000	S$'000	%	S$'000	S$'000	%
Revenue		**-**	**14,267**	**-100%**	**-**	**49,371**	**-100%**
Cost of sales		-	(12,248)	-100%	-	(46,049)	-100%
Gross profit		**-**	**2,019**	**-100%**	**-**	**3,322**	**-100%**
Other operating income		1,089	357	205%	1,855	2,015	-8%
Administrative expenses		(1,187)	(768)	55%	(3,226)	(3,799)	-15%
Other operating expenses		25	(892)	NM	(448)	(4,747)	-91%
Finance costs		(284)	(253)	12%	(700)	(993)	-30%
Share of results of associates		132	1,660	-92%	387	3,553	-89%
(Loss)/profit before tax		**(225)**	**2,123**	**NM**	**(2,132)**	**(649)**	**229%**
Income tax		-	-	NM	(14)	-	NM
(Loss)/profit after tax	**1**	**(225)**	**2,123**	**NM**	**(2,146)**	**(649)**	**231%**
Other comprehensive income:							
Item that may be reclassified subsequently to profit and loss							
Currency translation differences arising from consolidation		1,052	1,416	-26%	3,371	17	19729%
Item that may not be reclassified subsequently to profit and loss							
Gain on property revaluation		329	-	NM	329	-	NM
Total comprehensive income/(loss) for the period		**1,156**	**3,539**	**-67%**	**1,554**	**(632)**	**NM**
(Loss)/profit for the period attributable to:							
Equity holders of the Company		**(216)**	**2,141**	**NM**	**(2,118)**	**(606)**	**250%**
Non-controlling interests		(9)	(18)	-50%	(28)	(43)	-35%
		(225)	**2,123**	**NM**	**(2,146)**	**(649)**	**231%**
Total comprehensive income/(loss) for the period attributable to:							
Equity holders of the Company		**899**	**3,056**	**-71%**	**939**	**(552)**	NM
Non-controlling interests		257	483	-47%	615	(80)	NM
		1,156	**3,539**	**-67%**	**1,554**	**(632)**	**NM**

NM – not meaningful

1(a) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year. - Continued

Note 1 – Loss after tax is arrived at after charging / (crediting) the following items:

	THE GROUP			
	Quarter ended 30 September		9 months ended 30 September	
	2015 S$'000	2014 S$'000	2015 S$'000	2014 S$'000
Interest income	-	(4)	-	(5)
Rental income	(294)	(241)	(779)	(723)
Fair value loss on financial asset at fair value through profit or loss	-	2,184	-	2,451
Fair value gain on forward foreign exchange contract	-	(9)	-	(509)
Interest expense	284	251	697	984
Depreciation of property, plant and equipment	130	156	441	470
Amortisation of intangible assets	-	15	-	104
Loss on disposal of property, plant and equipment	-	-	6	-
Net exchange (gain)/loss	(774)	(1,472)	(619)	193

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	THE GROUP		THE COMPANY	
	30 Sep 2015 (Unaudited) S$'000	31 Dec 2014 (Audited) S$'000	30 Sep 2015 (Unaudited) S$'000	31 Dec 2014 (Audited) S$'000
ASSETS				
Non-current assets				
Property, plant and equipment	8,178	12,304	7,663	11,620
Subsidiaries	-	-	31,461	31,146
Associates	60,389	57,534	2,149	2,149
Available-for-sale financial assets	12,345	12,345	12,345	12,345
Intangible assets	3,738	3,985	-	-
Investment properties	29,971	26,000	29,971	26,000
Total non-current assets	**114,621**	**112,168**	**83,589**	**83,260**
Current assets				
Trade receivables	119	112	-	-
Other receivables, deposits and prepayments	66,238	61,956	143,604	129,889
Income tax recoverable	1	-	1	-
Cash and cash equivalents	1,000	1,655	538	1,364
Total current assets	**67,358**	**63,723**	**144,143**	**131,253**
TOTAL ASSETS	**181,979**	**175,891**	**227,732**	**214,513**
EQUITY				
Capital and reserves and non-controlling interests				
Share capital	250,805	250,805	250,805	250,805
Reserves	(120,883)	(121,822)	(120,184)	(117,156)
Non-controlling interests	15,871	15,256	-	-
Total equity	**145,793**	**144,239**	**130,621**	**133,649**
LIABILITIES				
Current liabilities				
Other payables and accruals	18,853	15,163	79,817	64,424
Income tax payable	15	51	-	29
Term loans	16,503	15,620	16,503	15,620
Total current liabilities	**35,371**	**30,834**	**96,320**	**80,073**
Non-current liabilities				
Employee benefit obligation	24	27	-	-
Deferred tax liabilities	791	791	791	791
Total non-current liabilities	**815**	**818**	**791**	**791**
Total liabilities	**36,186**	**31,652**	**97,111**	**80,864**
TOTAL EQUITY AND LIABILITIES	**181,979**	**175,891**	**227,732**	**214,513**

1(b) (ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30.09.2015 (unaudited)		As at 31.12.2014 (audited)	
Secured S$'000	**Unsecured S$'000**	**Secured S$'000**	**Unsecured S$'000**
14,503	2,000	15,620	-

Amount repayable after one year

As at 30.09.2015 (unaudited)		As at 31.12.2014 (audited)	
Secured S$'000	**Unsecured S$'000**	**Secured S$'000**	**Unsecured S$'000**
-	-	-	-

Details of any collateral:

The Group's borrowings are secured by the following:

- Legal mortgage over the Group's properties.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	THE GROUP			
	Quarter ended 30 September		9 months ended 30 September	
	2015	2014	2015	2014
	S$'000	S$'000	S$'000	S$'000
Cash flows from operating activities:				
(Loss)/profit before tax	**(225)**	**2,123**	**(2,132)**	**(649)**
Adjustments for:				
Amortisation of intangible assets	-	15	-	104
Depreciation of property, plant and equipment	130	156	441	470
Fair value loss on financial asset at fair value through profit or loss	-	2,184	-	2,451
Fair value gain on forward foreign exchange contract	-	(9)	-	(509)
Loss on disposal of property, plant and equipment	-	-	6	-
Interest income	-	(4)	-	(5)
Interest expense	284	251	697	984
Share of results of associates	(132)	(1,660)	(387)	(3,553)
Unrealised exchange (gain)/loss	(658)	2,592	(639)	2,855
Operating (loss)/profit before working capital changes	**(601)**	**5,648**	**(2,014)**	**2,148**
(Increase)/decrease in:				
Inventories	-	-	-	2,895
Trade receivables	-	(14,500)	-	(22,185)
Other receivables, deposits and prepayments	(2,567)	(1,251)	(2,361)	26,335
Increase/(decrease) in:				
Trade payables	-	13,389	-	17,348
Other payables and accruals	3,351	(1,885)	3,212	(10,280)
Cash generated from/(used in) operations	**183**	**1,401**	**(1,163)**	**16,261**
Interest income received	-	4	-	5
Interest expense paid	(244)	(251)	(657)	(984)
Income tax paid	(14)	-	(51)	-
Net cash (used in)/generated from operating activities	**(75)**	**1,154**	**(1,871)**	**15,282**
Cash flows from investing activities:				
Proceeds from disposal of a financial asset at fair value through profit or loss	-	33,766	-	33,766
Proceeds from disposal of property, plant and equipment	-	-	7	-
Purchase of property, plant and equipment	(30)	-	(30)	-
Net cash generated from/(used in) investing activities	**(30)**	**33,766**	**(23)**	**33,766**
Cash flows from financing activities:				
Proceeds from a new loan	-	-	2,000	-
Repayment of borrowings	(374)	(28,356)	(1,116)	(29,063)
(Repayment to)/advance from the immediate holding company	(13)	(5,615)	355	(19,289)
Net cash (used in)/generated from financing activities	**(387)**	**(33,971)**	**1,239**	**(48,352)**
Net (decrease)/increase in cash and cash equivalents	**(492)**	**949**	**(655)**	**696**
Cash and cash equivalents at beginning of period	1,492	1,784	1,655	2,035
Effect of currency translation on cash and cash equivalents	-	(3)	-	(1)
Cash and cash equivalents at end of period	**1,000**	**2,730**	**1,000**	**2,730**

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Attributable to the equity holders of the Company							
THE GROUP	**Share capital**	**Asset revaluation reserve**	**Share options reserve**	**Foreign currency translation reserve**	**Accumulated losses**	**Total**	**Non-controlling interests**	**Total equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Balance as at 1 January 2015	**250,805**	**-**	**1,683**	**2,430**	**(125,935)**	**128,983**	**15,256**	**144,239**
Total comprehensive income/(loss) for the period	-	-	-	1,942	(1,902)	**40**	358	**398**
Balance as at 30 June 2015	**250,805**	**-**	**1,683**	**4,372**	**(127,837)**	**129,023**	**15,614**	**144,637**
Total comprehensive income/(loss) for the period	-	329	-	786	(216)	**899**	257	**1,156**
Balance as at 30 September 2015	**250,805**	**329**	**1,683**	**5,158**	**(128,053)**	**129,922**	**15,871**	**145,793**
Balance as at 1 January 2014	**250,805**	**-**	**1,683**	**2,732**	**(75,765)**	**179,455**	**25,393**	**204,848**
Total comprehensive loss for the period	-	-	-	(859)	(2,747)	**(3,606)**	(565)	**(4,171)**
Balance as at 30 June 2014	**250,805**	**-**	**1,683**	**1,873**	**(78,512)**	**175,849**	**24,828**	**200,677**
Total comprehensive income/(loss) for the period	-	-	-	915	2,141	**3,056**	483	**3,539**
Balance as at 30 September 2014	**250,805**	**-**	**1,683**	**2,788**	**(76,371)**	**178,905**	**25,311**	**204,216**

THE COMPANY	**Share capital**	**Asset revaluation reserve**	**Share options reserve**	**Accumulated losses**	**Total equity**
	S$'000	**S$'000**	**S$'000**	**S$'000**	**S$'000**
Balance as at 1 January 2015	**250,805**	**-**	**1,683**	**(118,838)**	**133,650**
Total comprehensive loss for the period	-	-	-	(1,104)	**(1,104)**
Balance as at 30 June 2015	**250,805**	**-**	**1,683**	**(119,942)**	**132,546**
Total comprehensive income/(loss) for the period	-	329	-	(2,254)	**(1,925)**
Balance as at 30 September 2015	**250,805**	**329**	**1,683**	**(122,196)**	**130,621**
Balance as at 1 January 2014	**250,805**	**-**	**1,683**	**(81,313)**	**171,175**
Total comprehensive loss for the period	-	-	-	(2,533)	**(2,533)**
Balance as at 30 June 2014	**250,805**	**-**	**1,683**	**(83,846)**	**168,642**
Total comprehensive loss for the period	-	-	-	(1,641)	**(1,641)**
Balance as at 30 September 2014	**250,805**	**-**	**1,683**	**(85,487)**	**167,001**

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares that held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

- There were no changes in the Company's share capital during the period.
- There were no shares that may be issued on conversion or held as treasury shares.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year:-

No. of issued & fully paid ordinary shares	
As at 31 December 2014 and 30 September 2015	244,274,150

1(d)(iv) A statement showing all sales, transfer, disposal, cancellation and/or use of treasury shares as at end of the current financial period reported on.

There were no sales, transfer, disposal, cancellation and/or use of treasury shares as at 30 September 2015 (31 December 2014: Nil).

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have neither been reviewed nor audited.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group and the Company has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared to the audited financial statements as at 31 December 2014 except for the adoption of certain revised Financial Reporting Standards ("FRS") which are effective for the financial period commencing 1 January 2015. The adoption of these FRS has no material impact on the Group's and the Company's financial statements.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

Please refer to paragraph 4.

6. Earnings/(Loss) per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	THE GROUP			
	Quarter ended 30 September		9 months ended 30 September	
	2015 Cents	2014 Cents	2015 Cents	2014 Cents
Earnings/(Loss) per ordinary share for the period				
(i) Based on weighted average number of ordinary shares in issue (cents)	(0.09)	0.88	(0.87)	(0.25)
- Weighted average number of shares	244,274,150	244,274,150	244,274,150	244,274,150
(ii) On a fully diluted basis	(0.09)	0.88	(0.87)	(0.25)
- Weighted average number of shares	244,274,150	244,274,150	244,274,150	244,274,150

Earnings/(Loss) per ordinary share is calculated from dividing the Group's net profit/(loss) attributable to the equity holders of the Company for the period by the weighted average number of ordinary shares in issue during the financial period.

7. Net asset value (for the issuer and group) per ordinary share based on total number of shares excluding treasury shares of the issuer at the end of the

(a) current financial period reported on; and

(b) immediately preceding financial year.

	THE GROUP		THE COMPANY	
	30 Sep 2015 Cents	31 Dec 2014 Cents	30 Sep 2015 Cents	31 Dec 2014 Cents
Net asset value per ordinary share based on total number of shares excluding treasury shares at the end of the reporting period	59.7	59.0	53.5	54.7

Net asset value per ordinary share is calculated based on the issued and paid-up share capital as at 30 September 2015 of 244,274,150 ordinary shares (31 December 2014: 244,274,150 ordinary shares).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Review of Consolidated Statement of Profit or Loss and Other Comprehensive Income

Revenue

Revenue and gross profit decreased to zero from the corresponding period in 2014 as no sales were made during the period under review.

Administrative expenses

Administrative expenses decreased from S$3.8 million in the corresponding period in 2014 to S$3.2 million in the first nine months 2015. It is mainly due to the decrease in staff cost and tighter costs control on general administrative expenses.

Other operating expenses

Other operating expenses decreased from S$4.7 million in the corresponding period in 2014 to S$0.4 million in the first nine months 2015. It is mainly due to the decrease in storage fee incurred for inventory from S$1.5 million to zero, and the absence of fair value loss on derivative financial assets in the period under review.

Share of results of associates

The share of results of associates decreased by S$3.2 million from the corresponding period in 2014, mainly due to the decrease in profit share from one of the associated companies, Tianjin Lant Development Ltd, on the back of a decrease trading volume.

Loss after tax

In view of the above, the Group recorded loss after tax of S$2.1 million for the nine months ended 30 September 2015, as compared to loss after tax of S$0.7 million for the corresponding period in 2014.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:- Continued

Review of Consolidated Statement of Financial Position

Cash and cash equivalents

Cash and cash equivalents of the Group decreased from S$1.7 million at as 31 December 2014 to S$1.0 million as at 30 September 2015. See the Review of Consolidated Statement of Cash Flows.

Other receivables, deposits and prepayments

Other receivables, deposits and prepayments increased to S$66.2 million as at 30 September 2015. The increase is mainly due to exchange translation difference on consolidating receivables and deposits denominated in Renminbi.

Other payables and accruals

Other payables and accruals increased from S$15.2 million as at 31 December 2014 to S$18.9 million as at 30 September 2015. The increase is mainly due to the advance from the immediate holding company and the increase in an amount due to an associate of S$2.2 million.

Review of Consolidated Statement of Cash Flows

Cash flows used in operating activities was S$1.9 million for the first nine months 2015 compared to cash flows generated from operating activities of S$15.3 million in the corresponding period of 2014. The net cash outflow was mainly due to the payment of various administrative and operating expenses.

Cash flows used in investing activities for the first nine months 2015 was S$0.2 million and mainly represented the additions of property, plant and equipment, net of sales proceeds from disposal of office equipment in certain overseas representative offices. In the corresponding period in 2014, no such cash flows were noted except for the cash inflow from the disposal of a financial asset.

Cash flows from financing activities showed a net inflow of S$1.2 million for the first nine months 2015 compared to cash flows used in financing activities of S$48.4 million in the corresponding period of 2014. This was mainly due to the proceeds from a new loan of S$2.0 million and the advance from the immediate holding company, net of repayment of bank borrowings.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

In light of the weakening global economy and geopolitical uncertainty, the International Monetary Fund has identified low commodity prices as a key global economic concern while the World Bank notes that commodity prices is likely to remain low given the slow global economic recovery.[1]Iron ore prices are on track for a decline for the third consecutive year as Chinese steel demands wanes, low-cost suppliers boost production, and as more producers sell steel overseas while maintaining a minimum level of iron ore inventories.[2]

Together with the lack of adequate credit facilities, the Group is of the view that the outlook for its core trading business is likely to remain challenging. Nonetheless, Abterra currently receives rental income from its investment properties located in Singapore.

The Group has also been actively exploring investment opportunities in the regional property markets. The addition of the property business allows the Group to diversify into property investment and provide an alternative stable income stream.

Going forward, the Group remains committed to ensure the sustainable development of the Company and will proactively seek to secure new credit facilities while utilising available internal financial resources.

[1] "News Analysis: Fiscal prudence, sovereign wealth funds best ways to deal with low commodity prices: officials", Xinhua, Oct 10, 2015
[2] "Iron ore at near 3-month low as Shanghai rebar sags", Reuters, Oct 21, 2015

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No dividend has been declared or recommended by the Board of Directors.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Group has not obtained a general mandate from shareholders for Interested Person Transactions ("IPTs").

14. Confirmation By The Board Pursuant To Rule 705(5)

We, Cai Sui Xin and Lau Yu, being two directors of Abterra Ltd. (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial statements for the 9 months and the third quarter ended 30 September 2015 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Lau Yu
Executive Director and Chief Executive Officer
9 November 2015