



Abundance International Limited

Condensed Interim Financial statements for the six-month period ended 30 June 2024

*This announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange 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.*

The contact person for the Sponsor is Ms Lim Hui Ling, 16 Collyer Quay, #10-00 Collyer Quay Centre, Singapore 049318, sponsorship@ppcf.com.sg.

Abundance International Limited

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Condensed interim consolidated statement of profit or loss and other comprehensive income for the six-months periods ended 30 June 2024 (“HY2024”) and 2023 (“HY2023”)

	Note	HY2024 US\$'000	HY2023 US\$'000	Increase/ (Decrease) %
Revenue	4	357,707	285,531	25.3
Other income	5	459	1,001	(54.1)
Total revenue		358,166	286,532	25.0
Expenses				
Changes in inventories and purchases of inventories		(341,712)	(275,663)	24.0
Amortisation of right-of-use assets		(78)	(88)	(11.4)
Depreciation of property, plant and equipment		(299)	(289)	3.5
Employee benefits expenses		(1,429)	(1,594)	(10.4)
Freight and handling charges		(10,807)	(5,700)	89.6
Other expenses		(2,807)	(2,609)	7.6
Finance costs	6	(238)	(201)	18.4
Profit before tax	7	796	388	N.M.
Tax expense	8	(263)	(94)	N.M.
Profit for the period		533	294	81.3
Other comprehensive loss after tax				
<i>Items that may be subsequently reclassified to profit or loss</i>				
Currency translation differences arising from consolidation of foreign operations		(1,017)	(929)	9.5
Reclassification of currency translation differences to profit or loss on deconsolidation of a subsidiary		-	(49)	N.M.
Other comprehensive loss for the period, net of tax		(1,017)	(978)	4.0
Total comprehensive loss for the period		(484)	(684)	(29.2)
Profit for the year attributable to:				
- Owners of the Company		531	293	81.2
- Non-controlling interests		2	1	100.0
Total profit for the period		533	294	81.3
Total comprehensive (loss)/ income attributable to:				
- Owners of the Company		(486)	(685)	(29.1)
- Non-controlling interests		2	1	100.0
Total comprehensive loss for the period		(484)	(684)	(29.2)
Earnings per share attributable to owners of the Company				
Basic and diluted (cents)	9	0.04	0.02	(100.0)

Note:

N.M. denotes “Not Meaningful”

The annexed notes are an integral part of this condensed interim financial statements.



**Condensed interim statements of financial position
as at 30 June 2024 and 31 December 2023**

		The Group		The Company	
		30	31	30	31
		June	December	June	December
		2024	2023	2024	2023
	Note	US\$'000	US\$'000	US\$'000	US\$'000
ASSETS					
Non-current Assets					
Subsidiaries		-	-	7,243	7,243
Associate		-#	-	-#	-
Financial asset at fair value through other comprehensive income ("FVTOCI")	11	7,872	8,090	-	-
Financial asset at fair value through other profit or loss ("FVTPL")		1,242	1,229	-	-
Property, plant and equipment	12	13,533	14,188	13,505	14,153
Right-of-use assets		1,812	1,956	1,646	1,726
Deferred tax assets		213	312	-	-
		24,672	25,775	22,394	23,122
Current Assets					
Inventories		18,960	13,273	-	-
Trade receivables		13,381	7,531	-	-
Other receivables and deposits		632	787	37	29
Advances and prepayments		11,252	14,941	14	26
Amounts due from subsidiaries		-	-	2,925	3,375
Financial assets at fair value through profit or loss ("FVTPL")		84	96	-	-
Cash and bank balances		4,508	6,661	120	130
		48,817	43,289	3,096	3,560
Total assets		73,489	69,064	25,490	26,682
EQUITY					
Share capital	13	44,868	44,868	44,868	44,868
Reserves		(9,225)	(8,739)	(22,578)	(21,523)
Equity attributable to owners of the Company		35,643	36,129	22,290	23,345
Non-controlling interests		9	7	-	-
Total equity		35,652	36,136	22,290	23,345

denotes amount less than USD1,000

The annexed notes are an integral part of this condensed interim financial statements.

**Condensed interim statements of financial position
as at 30 June 2024 and 31 December 2023 (Cont'd)**

		The Group		The Company	
		30	31	30	31
		June	December	June	December
		2024	2023	2024	2023
	Note	US\$'000	US\$'000	US\$'000	US\$'000
LIABILITIES					
Non-current Liabilities					
Borrowings	15	-	405	-	-
Lease liabilities		1,927	2,052	1,842	1,912
Deferred tax liabilities		2,085	2,143	1,106	1,137
		4,012	4,600	2,948	3,049
Current Liabilities					
Trade payables		23,312	18,217	-	2
Other payables and accruals		2,024	2,299	215	249
Advances from customers		6,882	6,318	-	-
Derivative financial instrument		-	1	-	-
Borrowings	15	1,208	1,217	-	-
Lease liabilities		122	130	37	37
Income tax liabilities		277	146	-	-
		33,825	28,328	252	288
Total liabilities		37,837	32,928	3,200	3,337
Total equity and liabilities		73,489	69,064	25,490	26,682

The annexed notes are an integral part of this condensed interim financial statements.



Condensed interim consolidated statement of changes in equity for the six-months periods ended 30 June 2024 and 2023

The Group	← Attributable to owners of the Company →						Discount paid on acquisition of non-controlling interests US\$'000	Equity attributable to owners US\$'000	Non-controlling interests US\$'000	Total equity US\$'000
	Share capital US\$'000	Translation reserve US\$'000	Asset revaluation reserve US\$'000	Fair value reserve US\$'000	Statutory reserve US\$'000	Accumulated losses US\$'000				
At 1 January 2024	44,868	(1,687)	13,009	3,914	572	(25,933)	1,386	36,129	7	36,136
Total comprehensive income/(loss) for the period	-	(1,017)	-	-	-	531	-	(486)	2	(484)
At 30 June 2024	44,868	(2,704)	13,009	3,914	572	(25,402)	1,386	35,643	9	35,652
At 1 January 2023	44,868	(1,605)	12,485	5,518	572	(24,987)	1,386	38,237	(42)	38,195
Dividend paid (Note 14)	-	-	-	-	-	(646)	-	(646)	-	(646)
Total comprehensive income/(loss) for the period	-	(978)	-	-	-	293	-	(685)	1	(684)
Deconsolidation of a subsidiary	-	-	-	-	-	-	-	-	49	49
At 30 June 2023	44,868	(2,583)	12,485	5,518	572	(25,340)	1,386	36,906	8	36,914

The annexed notes are an integral part of this condensed interim financial statements.



Condensed interim consolidated statement of changes in equity for the six-months periods ended 30 June 2024 and 2023 (Cont'd)

The Company	Share capital US\$'000	Translation reserve US\$'000	Asset revaluation reserve US\$'000	Accumulated losses US\$'000	Total US\$'000
At 1 January 2024	44,868	(1,081)	13,009	(33,451)	(23,345)
Total comprehensive loss for the period	-	(428)	-	(627)	(1,055)
At 30 June 2024	44,868	(1,509)	13,009	(34,078)	(22,290)
At 1 January 2023	44,868	(1,300)	12,485	(31,685)	24,368
Dividend paid (Note 14)	-	-	-	(646)	(646)
Total comprehensive loss for the period	-	(185)	-	(541)	(726)
At 30 June 2023	44,868	(1,485)	12,485	(32,872)	(22,996)

The annexed notes are an integral part of this condensed interim financial statements.

**Condensed interim consolidated statement of cash flows
for the six-months periods ended 30 June 2024 and 2023**

	Note	HY2024 US\$'000	HY2023 US\$'000
Cash Flows from Operating Activities			
Profit before tax		797	388
Adjustments for:			
Amortisation and depreciation		377	377
Dividend income from financial assets at FVTPL	5, A	(2)	(3)
Fair value (gain)/loss from financial assets at FVTPL	5	(3)	5
Gain on deconsolidation of a subsidiary	5	-	(655)
Impairment loss on trade and other receivables, net	7	101	27
Interest income	5	(7)	(46)
Interest expense	6	238	201
(Reversal)/Write-down of inventories, net	7	(145)	381
Unrealised (gain)/loss from futures contract		(5)	51
Operating cashflow before working capital changes		1,351	726
Change in inventories		(5,870)	(2,874)
Change in trade and other receivables and deposits		(5,923)	(2,658)
Change in advances and prepayments		3,292	1,566
Change in trade and other payables and accruals		5,163	1,572
Change in advances from customers		708	(208)
Cash used in operations		(1,279)	(1,876)
Interest income received		7	35
Interest paid		(100)	(29)
Income tax paid		(16)	(232)
Net cash used in operating activities		(1,388)	(2,102)
Cash Flows from Investing Activities			
Purchase of property, plant and equipment	12	(27)	-
Purchase of financial assets at FVTPL		-	(47)
Advances to associate		(101)	-
Redemption of financial assets at amortised cost		-	1,000
Dividend received from financial assets at FVTPL	A	1	2
Deconsolidation of a subsidiary		-	(27)
Net cash (used in)/generated from investing activities		(127)	928

The annexed notes are an integral part of this condensed interim financial statements.



Condensed interim consolidated statement of cash flows for the six-months periods ended 30 June 2023 and 2022 (Cont'd)

	Note	HY2024 US\$'000	HY2023 US\$'000
Cash Flows from Financing Activities			
Repayment of bank borrowings		(385)	(666)
Repayment of principal portion of lease liabilities		(113)	(127)
Final dividend paid to owners of the Company	14	-	(646)
Interest paid		(87)	(108)
Fixed deposits released		500	-
Net cash used in financing activities		(85)	(1,547)
Net change in cash and cash equivalents		(1,600)	(2,721)
Effect of changes in currency translation		(53)	(132)
Cash and cash equivalents at beginning of period		6,161	8,127
Cash and cash equivalents at end of period	B	4,508	5,274

Other supplementary notes:

A: US\$2,000 (HY2023: US\$1,000) out of the total dividend income from financial assets at FVTPL of US\$1,000 (HY2023: US\$3,000) was in the form of scrip dividend. Net dividend received in cash was US\$1,000 (HY2023: US\$2,000).

B: Cash and bank balances per condensed interim statements of financial position:

	HY2024 US\$'000	HY2023 US\$'000
Cash and cash equivalents, as above	4,508	5,274
Add: Fixed deposits pledged	-	500
	4,508	5,774



Selected notes to the condensed interim financial statements

1 Corporate information

Abundance International Limited (the “**Company**”) is incorporated and domiciled in Singapore and whose shares are publicly traded on the Catalyst of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”).

The principal activities of the Company are those of print and paper management related activities and investment holding. The principal activities of the subsidiaries are those of trading of commodity chemical products, provision of water treatment solutions using microbial and/or chemicals in the People’s Republic of China (“**PRC**”), print and paper management related activities and in investment and trading of securities.

These condensed interim financial statements as at and for the six months ended 30 June 2024 comprise the Company and its subsidiaries (collectively, the “**Group**”) were authorised for issue by the Board of Directors on 12 August 2024.

2 Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with SFRS(I) 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2023. Accordingly, this condensed interim financial statements should be read together with Company’s consolidated financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements have been presented in United States dollar (“**USD**” or “**US\$**”) while the Company’s functional currency remain in Singapore dollar (“**SGD**” or “**S\$**”). As the Group’s chemical businesses are traded mainly in USD, the directors are of the view that a USD financial reporting provides more relevant presentation of the Group’s financial performance and cashflows. All financial information presented in USD have been rounded to the nearest thousand, unless otherwise stated.

2.1 Adoption of new and revised SFRS(I) effective in 2024

The Group and the Company have adopted all the new and revised SFRS(I), SFRS(I) interpretations (“SFRS(I) INT”) and amendments to SFRS(I), effective for the current financial year that are relevant to them.

Reference	Description
Amendments to SFRS(I) 1-1	<i>Classification of Liabilities as Current or Non-current</i>
Amendments to SFRS(I) 1-1	<i>Non-current Liabilities with Covenants</i>
Amendments to SFRS(I) 1-7 and SFRS(I) 7	<i>Supplier Finance Arrangements</i>
Amendments to SFRS(I) 16	<i>Lease Liability in a Sale and Leaseback</i>

The adoption of the above amendments to SFRS(I)s is assessed to have no material financial impact on the Group and the Company’s financial statements or the Group’s accounting policies.



Selected notes to the condensed interim financial statements (Cont'd)

2.2 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3 Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4 Segments and revenue information

Business segments

For management reporting purposes, the Group is organised into the following reportable operating segments which are the Group's strategic business units as follows:

- (i) Chemicals - covers the chemical trading business and provision of water treatment solutions using microbial and/or chemicals.
- (ii) Printing related - covers the paper management related activities
- (iii) Investment - covers the investment business.

The Managing Director monitors the operating results of its operating segments for the purpose of making decisions on resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss.



Selected notes to the condensed interim financial statements (Cont'd)

4.1 Reportable segments

	Chemicals		Printing related		Investment		Unallocated		Consolidated	
	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended	Year ended
	HY2024	HY2023	HY2024	HY2023	HY2024	HY2023	HY2024	HY2023	HY2024	HY2023
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Sales to external customers	357,549	285,272	158	259	-	-	-	-	357,707	285,531
Segment revenue	357,549	285,272	158	259	-	-	-	-	357,707	285,531
Segment results										
EBITDA*	1,890	141	24	331	(12)	1	(498)	447	1,404	920
Depreciation and amortisation	(47)	(45)	(330)	(332)	-	-	-	-	(377)	(377)
Interest income	7	8	-	-	-	38	-	-	7	46
Interest expenses	(188)	(150)	(25)	(51)	-	-	(25)	-	(238)	(201)
Profit before tax	1,662	(46)	(331)	(52)	(12)	39	(523)	447	796	388
Tax expense	(263)	(94)	-	-	-	-	-	-	(263)	(94)
Profit/(Loss) for the period	1,399	(140)	(331)	(52)	(12)	39	(523)	447	533	294
Other material items:										
Gain on deconsolidation of a subsidiary	-	-	-	-	-	-	-	655	-	655
Impairment loss on trade and other receivables, net	(32)	(34)	-	7	-	-	(69)	-	(101)	(27)
(Reversal)/ Write-down of inventories, net	145	(381)	-	-	-	-	-	-	145	(381)
Storage fees	(615)	(743)	-	-	-	-	-	-	(615)	(743)

Notes:

*EBITDA – Earnings Before Interest, Taxation, Depreciation and Amortisation.



Selected notes to the condensed interim financial statements (Cont'd)

4.1 Reportable segments (Cont'd)

In addition, segment assets and liabilities reconciled with the consolidated balances as at 30 June 2024 and 31 December 2023 are as follows:

	Chemicals		Printing related		Investment		Adjustments and eliminations		Consolidated	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023	30 June 2024	31 December 2023	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Segment assets	50,040	44,214	25,560	26,767	8,296	8,391	(10,620)	(10,620)	73,276	68,752
Deferred tax assets	213	312	-	-	-	-	-	-	213	312
Consolidated total assets	50,253	44,526	25,560	26,767	8,296	8,391	(10,620)	(10,620)	73,489	69,064
Segment liabilities	32,155	26,858	2,859	2,980	3,356	3,301	(4,103)	(4,122)	34,267	29,017
Borrowings	1,208	1,622	-	-	-	-	-	-	1,208	1,622
Income tax liabilities	276	144	-	-	1	2	-	-	277	146
Deferred tax liabilities	-	-	1,106	1,137	979	1,006	-	-	2,085	2,143
Consolidated total liabilities	33,639	28,624	3,965	4,117	4,336	4,309	(4,103)	(4,122)	37,837	32,928
Capital expenditure	-	3	27	23	-	-	-	-	27	26
Investment in keyman insurance contract	-	1,500	-	-	-	-	-	-	-	1,500
Investment in financial asset at amortised cost	-	-	-	-	-	4,700	-	-	-	4,700
Investment in financial asset at FVTPL	-	-	-	-	1	135	-	-	1	135



Selected notes to the condensed interim financial statements (Cont'd)

4.2 Disaggregation of revenue

The Group	HY2024 US\$'000	HY2023 US\$'000
Chemicals	357,549	285,272
Printing related management services	158	259
	357,707	285,531

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following segments and geographical regions. Revenue is attributed to countries by location of customers.

	Chemicals	Printing related		Total US\$'000
	At point in time US\$'000	At point in time US\$'000	Over time US\$'000	
HY2024				
- PRC	244,769	-	-	244,769
- Japan	26,540	-	-	26,540
- Indonesia	19,015	-	-	19,015
- Thailand	13,702	-	-	13,702
- Singapore	11,797	119	39	11,955
- Taiwan	10,418	-	-	10,418
- Vietnam	10,162	-	-	10,162
- Malaysia	8,231	-	-	8,231
- Other countries in Asia	4,420	-	-	4,420
- Others	8,495	-	-	8,495
	357,549	119	39	357,707
HY2023				
- PRC	220,185	-	-	220,185
- Japan	14,190	-	-	14,190
- Indonesia	14,087	-	-	14,087
- Thailand	12,031	-	-	12,031
- Singapore	5,855	137	122	6,114
- Taiwan	8,703	-	-	8,703
- Vietnam	5,230	-	-	5,230
- Malaysia*	823	-	-	823
- Other countries in Asia*	1,820	-	-	1,820
- Others	2,348	-	-	2,348
	285,272	137	122	285,531

* Chemical revenue from "Malaysia" was previously included under "Other countries in Asia".

**Selected notes to the condensed interim financial statements (Cont'd)****5 Other income**

The Group	HY2024 US\$'000	HY2023 US\$'000
Dividend income from financial assets at FVTPL	2	3
Fair value gain/(loss) from financial assets at FVTPL	3	(5)
Gain on deconsolidation of a subsidiary *	-	655
Government grants	4	102
Interest income	7	46
Income from subleasing	51	26
Realised and unrealised gain from futures contract	152	-
Reversal of inventories write down, net	145	-
Solar income	54	93
Others	41	81
	459	1,001

* Gain on deconsolidation of a subsidiary was restated from USD1,249,000 to USD655,000 for HY2023.

6 Finance costs

The Group	HY2024 US\$'000	HY2023 US\$'000
Non-cash interest expenses on lease liabilities	51	53
Interest expenses on loans from a director	-	11
Interest expenses on bank borrowings	22	32
Others	165	105
	238	201

7 Profit before tax

In addition to the charges and credits disclosed elsewhere in the interim financial statements, profit before tax is arrived at after charging/(crediting) the following:

The Group	HY2024 US\$'000	HY2023 US\$'000
Exchange loss, net	136	234
Impairment loss on trade and other receivables, net *	101	27
Audit, legal and professional fee	229	170
Realised and unrealised (gain)/loss from futures contract	(152)	48
Storage fees #	615	743
Short-term leases	65	86
(Reversal)/Write-down of inventories, net	(145)	381

* Impairment loss on trade and other receivables was restated from US\$621,000 to US\$27,000 for HY2023.

Storage fees was included under "short-term leases" in HY2023.

**Selected notes to the condensed interim financial statements (Cont'd)****8 Tax expense**

The Group	HY2024 US\$'000	HY2023 US\$'000
Current tax expense		
- Current year	275	117
- Adjustment for prior year	(110)	(23)
Deferred tax expense		
- Current year	98	-
	263	94

9 Earning per share ("EPS")

Basic and diluted EPS are calculated by dividing the net profit for the year attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the financial period.

The Group	HY2024	HY2023
Net profit attributable to owners of the Company (US\$'000)	531	293
Weighted average number of ordinary shares outstanding ('000)	1,281,689	1,281,689
Basic/ Diluted earnings per ordinary share (US cents per share)	0.04	0.02

10 Net asset value per ordinary share

	The Group		The Company	
	30	31	30	31
	June	December	June	December
	2024	2023	2024	2023
Net asset value per ordinary share (US cents)	2.78	2.82	1.74	1.82
Based on number of issued shares of the Company ('000)	1,281,689	1,281,689	1,281,689	1,281,689



Selected notes to the condensed interim financial statements (Cont'd)

11 Financial asset at fair value through other comprehensive income (“FVTOCI”)

The Group holds 12.74% equity interest in Shanghai Sunrise Polymer Material Co., Ltd. (“**Sunrise**”). This non-held for trading equity investment was designated at inception as “Financial asset at FVTOCI”.

The fair value was determined based on guideline publicly-traded comparable method under the market approach.

As at 30 June 2024, the management conducted an internal assessment of the valuation of the financial assets at FVTOCI, including considering any significant changes in financial performance and future developments of the investee company. Based on the assessment, management is of the view that the fair value of the financial assets at FVTOCI has not materially changed from the 31 December 2023 valuation.

12 Property, plant and equipment

During the half year ended 30 June 2024, the Group acquired property, plant and equipment with an aggregate cost of US\$27,000 (HY2023: US\$Nil).

Security

As at 30 June 2024, buildings of the Group and the Company with total net carrying amount of approximately US\$12,865,000 (31 December 2023: US\$13,493,000), were pledged to a bank for uncommitted banking facilities (trade facilities) granted to the Group’s subsidiary, Orient-Salt Chemicals Pte. Ltd (“**OSC**” and together with its subsidiaries in the People’s Republic of China and Japan, the “**OSC Group**”).

Valuation

The Group’s and the Company’s property, plant and equipment as at 30 June 2024 consists mainly of buildings of US\$12,865,000 (31 December 2023: US\$13,493,000), stated at fair value, determined based on the properties’ highest and best use. The fair value was derived by using direct comparison method that involves the analysis of comparable sales of similar properties and adjusting the sale prices to that reflective of the buildings. The key assumptions to determine the fair value include adjusted market price per square meter.

Impairment

The Group performs its plant and equipment impairment test annually or when the circumstances indicate that the carrying amount may be impaired.

The impairment test was performed based on the respective cash generating units (“**CGU**”) of the Group, and management has determined the recoverable amount of the CGU based on value in use (“**VIU**”) calculation. To estimate the VIU, the estimated future cash flows are discounted using a discount rate that reflects market appreciations at the end of the periods regarding the time value of money considering the risks specific to the assets involved. The Group has considered various factors when reviewing the impairment indicators, such as future profitability of the CGUs, trends in industry, among other factors.

As of 30 June 2024, there were no internal or external evidence that plant and equipment could be impaired.



Selected notes to the condensed interim financial statements (Cont'd)

13 Share capital

	No. of shares		Amount	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
	'000	'000	US\$'000	US\$'000
The Group and The Company				
Issued and fully paid ordinary shares with no par value:				
At beginning and end of period/year	1,281,689	1,281,689	44,868	44,868

There have been no changes in the Company's issued share capital since the end of the previous period reported on.

There were no outstanding convertibles, treasury shares or subsidiary holdings as at 30 June 2024 and 30 June 2023.

There was no sale, transfer, disposal, cancellation and/or use of treasury shares or subsidiary holdings as at 30 June 2024.

14 Dividend

	30 June 2024	31 December 2023
	US\$'000	US\$'000
The Group and The Company		
Final dividend paid of 0.07 Singapore cents per shares	-	646

During the financial year ended 31 December 2023, a final one-tier tax exempt ordinary dividend of 0.07 Singapore cents per share, totalling US\$646,000 was paid in respect of the previous financial year ended 31 December 2022.

No dividend has been declared or recommended for HY2024. In view of the uncertainty in the market outlook and business environment, the Board deems it prudent to defer any decision on dividends till the end of the financial year.



Selected notes to the condensed interim financial statements (Cont'd)

15 Borrowings

	The Group		The Company	
	30 June 2024 US\$'000	31 December 2023 US\$'000	30 June 2024 US\$'000	31 December 2023 US\$'000
Amount repayable after one year				
Bank loan (secured)	-	405	-	-
Amount repayable in one year or less, or on demand				
Bank loans (secured)	1,208	1,217	-	-
Total	1,208	1,622	-	-

Details of any collaterals

Bank loans

As at 30 June 2024, the bank loans of the Group are secured by certain trade receivables, a corporate guarantee granted by the Company and a personal guarantee granted by a director and his spouse.

Uncommitted banking facilities (trade facilities)

The uncommitted banking facilities (trade facilities) of the Group are secured by:

- Corporate guarantee granted by the Company;
- Buildings of the Group and the Company with a carrying amount of approximately US\$12,865,000 (31 December 2023: US\$13,493,000);
- A fixed and floating charge over goods and trade receivables in relation to trade transactions financed by banks;
- Charge on all sums in a designated bank account;
- Keyman insurance policy; and
- Fixed deposit of US\$Nil (31 December 2023: US\$500,000).

16 Related party transactions

Other than as disclosed elsewhere in the condensed interim financial statements, significant transactions with related parties on terms agreed between the parties are as follows:

The Group	HY2024 US\$'000	HY2023 US\$'000
<u>Related parties</u>		
Purchases of inventories	371	448
Other income	25	2
Rental expense - office space	52	45
Rental expense - vehicles	8	24
Subleasing income	50	26



Selected notes to the condensed interim financial statements (Cont'd)

17 Fair values measurement

The table below presents assets and liabilities recognised and measured at fair value and classified by level of the following fair value measurement hierarchy:

- Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 : inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly or indirectly; and
- Level 3 : inputs for the asset or liability that are not based on observable market data (unobservable inputs).

	Note	Level 1 US\$'000	Level 2 US\$'000	Level 3 US\$'000	Total US\$'000
30 June 2024					
<u>Non-financial assets</u>					
Buildings	12	-	-	12,865	12,865
<u>Financial assets</u>					
Financial asset at FVTOCI	11	-	-	7,872	7,872
Financial assets at FVTPL		84	-	1,242	1,326
31 December 2023					
<u>Non-financial assets</u>					
Buildings	12	-	-	13,493	13,493
<u>Financial assets</u>					
Financial asset at FVTOCI	11	-	-	8,090	8,090
Financial assets at FVTPL		96	-	1,229	1,325
<u>Financial liabilities</u>					
Derivative financial instrument		(1)	-	-	(1)

There were no transfers between Level 1, Level 2 and Level 3 of fair value hierarchy during the financial period ended 30 June 2024 and 31 December 2023.

There have been no significant changes in the valuation techniques of the various classes of financial instruments during the financial year.

18 Subsequent events

There were no known subsequent events which have led to adjustments to this set of condensed interim financial statements.



Other Information Required by Listing Rule Appendix 7C

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

The figures have not been audited or reviewed by the Company's auditors.

- 2 Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of a matter).**

Not applicable as the figures have not been audited or reviewed by the Company's auditors.

- 2A Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion: (a) updates on the efforts taken to resolve each outstanding audit issue; and (b) confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed. This is not required for any audit issue that is a material uncertainty relating to going concern.**

Not applicable as the latest financial statements are not subject to an adverse opinion, qualified opinion or disclaimer of opinion.

- 3 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 the Group's performance

The Group's revenue from chemicals trading increased by US\$72.2 million from US\$285.3 million in HY2023 to US\$357.5 million in HY2024, largely due to increase in demand and average selling price of the chemical products that the Group traded in. In line with the increase in sales, the corresponding cost of goods sold has increased by US\$66.0 million from US\$275.7 million in HY2023 to US\$341.7 million in HY2024. Print and paper management revenue has decreased by US\$101,000 from US\$259,000 in HY2023 to US\$158,000 in HY2024 due mainly to decrease in orders from customers.

Other income decreased by US\$0.5 million from US\$1.0 million in HY2023 to US\$0.5 million in HY2024 was due mainly due to recognition of gain from deconsolidation of a subsidiary of US\$0.7 million in HY2023 and nil in HY2024.

Employee benefits expenses decreased by US\$0.2 million from US\$1.6 million in HY2023 to US\$1.4 million in HY2024 which was mainly due to (i) slight decrease in headcount, and (ii) effect of translation loss due to the weakening of Renminbi and Japanese Yen against the United States Dollar.

Freight and handling charges increase by US\$5.1 million from US\$5.7 million in HY2023 to US\$10.8 million in HY2024 which was due mainly to the significant increase in sales activities and freight rates as compared to the same period last year.

Finance costs increased by US\$37,000 from US\$201,000 in HY2023 to US\$238,000 in HY2024 which was due mainly to higher usage fees from letter of credit and factoring interest in view of increase in sales activities.



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The tax expenses increased by US\$169,000 from US\$94,000 in HY2023 to US\$263,000 in HY2024 was due to higher taxable profit generated.

The currency translation differences arose from the translation of financial statements of foreign operations whose functional currencies are different from that of the Group's presentation currency. The weakening of Japanese Yen and Renminbi against the United States Dollar resulted in overall net foreign currency translation loss of US\$1.0 million in HY2024.

EBITDA increased by US\$0.5 million from US\$0.9 million in HY2023 to US\$1.4 million in HY2024. This was largely due to (i) the increase in demand and average selling price of chemical products traded by the OSC Group, leading to a higher gross profit margin generated; offset by (ii) lower other income recorded and (iii) higher freight and handling charges as compared to the same period last year.

Arising from the above reasons, the profit after tax increased by US\$0.2 million from US\$0.3 million in HY2023 to US\$0.5 million in HY2024.

Review of statement of financial position

Deferred tax assets decreased by US\$99,000 from US\$312,000 as at 31 December 2023 to US\$213,000 as at 30 June 2024 which was due mainly to deferred tax assets utilised during HY2024.

Inventories increased by US\$5.7 million from US\$13.3 million as at 31 December 2023 to US\$19.0 million as at 30 June 2024 which was due mainly to certain inventories being purchased to fulfil sales orders.

Trade receivables increased by US\$5.9 million from US\$7.5 million as at 31 December 2023 to US\$13.4 million as at 30 June 2024 which was mainly due to more sales with credit term in the month of June 2024 as compared to December 2023. The Group's average debtor turnover days was 5 days as at 30 June 2024.

Other receivables and deposits decreased by US\$155,000 from US\$787,000 as at 31 December 2023 to US\$632,000 as at 30 June 2024 which was mainly due to lower Goods and Services Tax and deposit recorded.

Advances and prepayments decreased by US\$3.6 million from US\$14.9 million as at 31 December 2023 to US\$11.3 million as at 30 June 2024 which was due mainly to fewer advance payments made to suppliers for the procurement of chemical supplies.

Amounts due from subsidiaries decreased by US\$0.5 million from US\$3.4 million as at 31 December 2023 to US\$2.9 million as at 30 June 2024 which was due mainly to repayment made by subsidiaries during the reporting period.

Cash and bank balances decreased by US\$2.2 million from US\$6.7 million as at 31 December 2023 to US\$4.5 million as at 30 June 2024 for reasons as detailed in the cashflows analysis below.

Trade payables increased by US\$5.1 million from US\$18.2 million as at 31 December 2023 to US\$23.3 million as at 30 June 2024 which was due mainly more credit purchase in the month of June and lesser purchases were arranged on advance payment term towards period end.

Other payables and accruals increased by US\$0.3 million from US\$2.3 million as at 31 December 2023 to US\$2.0 million as at 30 June 2024 which was due mainly to lower unpaid freight invoices recorded.

Income tax liabilities increased by US\$131,000 from US\$146,000 as at 31 December 2023 to US\$277,000 as at 30 June 2024 which was due mainly to higher income tax provision made in view of higher taxable profit generated.



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Review of statement of cashflow

As a whole, there was a net cash outflow of US\$1.6 million in HY2024 as compared to US\$2.7 million in HY2023. The decrease in a net cash outflow was due mainly to a lower in net cash used in operating activities and financing activities and net cash used in investing activities.

Net cash used in operating activities decreased by US\$0.7 million from US\$2.1 million in HY2023 to US\$1.4 million in HY2024, mainly due to higher profit before tax and lower tax paid recorded.

Net cash used in investing activities decreased by US\$1.0 million from a net cash generated of US\$0.9 million in HY2023 to a net cash used of US\$0.1 million in HY2024, mainly due to decrease in redemption proceeds from financial assets.

Net cash used in financing activities decreased by US\$1.5 million from US\$1.5 million in HY2023 to US\$85,000 in HY2024, mainly due to lower repayment of banks loans by US\$0.3 million, decrease in dividend paid by US\$0.6 million and fixed deposit released of US\$0.5 million.

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

Not applicable.

5. 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.

Chemical Business

The Group's core chemical trading business, conducted via the OSC Group, achieved revenue of US\$357.5 million, with profit after tax of US\$1.4 million. Barring unforeseen circumstances including global economy recession, fluctuations in chemical prices or significant rises in freight costs, we expect that the OSC Group's business will remain stable in the next 12 months with the support from our customers, suppliers and bankers.

The Company's wholly-owned subsidiary, Abundance Investments Pte. Ltd., held 12.74% of the equity of Sunrise as at 31 December 2023 and 30 June 2024. Sunrise was incorporated in the PRC and specialises in the production of specialty chemicals used mainly for construction, surface care, oxythelen derivatives also for use in the production of lithium batteries. Sunrise together with its subsidiaries recorded a profit of US\$1.9 million for HY2024. Despite challenges faced due to an oversupply of chemicals products for construction use, the sales of lithium battery auxiliary chemical products have grown steadily and contributed to Sunrise's profit.

We will continue to explore and evaluate other chemical related investment opportunities, striking a balance between long and short term investments.

Investment Business

As at 30 June 2024, the Group's investment portfolio (excluding the 12.74% equity interest in Sunrise) consisting of cash, listed equities and short-term deposit, amounted to US\$415,000.

The Group will make appropriate investments as and when good opportunities come along and where its cash flow position allows.



Print and Paper Management Business

In June 2019, the Group started slitting and rewinding of paper rolls and in October 2019, we started providing sheeting services. Today, the Group is able to provide a comprehensive suite of paper management services to its clients which are mostly based in Singapore. The Group's print and paper management business achieved US\$158,000 of revenue for HY2024.

6 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.

The interested person transactions (excluding transactions less than S\$100,000) entered into during the six months ended 30 June 2024 are as follows:

Name of interested person	Nature of relationship	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
CBH Resources Pte. Ltd. - Rental of factory space	A company owned by Mr Sam Kok Yin, a Managing Director of the Company	S\$168,000 *	-

* This represents the total rental income for two years at the point of entry of the rental contract.

7 Use of proceeds from convertible bonds issue and placement issue

All previous fund raising proceeds have been fully utilised. Please refer to the Company's full year results announcement dated 28 February 2017.

8 Disclosure on Acquisitions and Realisations of Shares pursuant to Rule 706A of the Catalist Rules

There were no acquisitions or realisations of shares resulting in a company becoming or ceasing to be a subsidiary or associated company of the Company, or resulting in the Company increasing or reducing its shareholding percentage in a subsidiary or associated company.



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9 Confirmation pursuant to Rule 720(1) of the Catalist Rules

The Company confirms that it has procured undertakings from all its Directors and Executive Officers in compliance with Rule 720(1) of the Catalist Rules and according to the format set out in Appendix 7H of the Catalist Rules.

10 Negative Assurance Confirmation pursuant to SGX Catalist Rule 705(5)

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the condensed interim financial statements of the Group for the half-year ended 30 June 2024 to be false or misleading in any material aspect.

On Behalf of the Board of Directors,

Sam Kok Yin
Managing Director

Jiang Hao
Executive Director

BY ORDER OF THE BOARD

Sam Kok Yin
Managing Director
12 August 2024