ABTERRA LTD.
(Company Registration No. 199903007C)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF SGX-ST LISTING MANUAL

Capitalised terms in this announcement shall have the same meanings as ascribed to them in the Earlier Announcement (as defined below) unless otherwise defined.

Abterra Ltd. (the "**Company**") has been placed on the watch-list with effect from 5 June 2018, pursuant to Rule 1311(1) and 1311 (2) of the Listing Manual. In accordance with Rule 1313 (2) of the Listing Manual, the Board of Directors (the "**Board**") of the Company and together with the subsidiaries (collectively, the "**Group**") would like to provide the following quarterly update.

Update on Unaudited Financial Performance and Financial Situation

The Group has released its unaudited financial statements for the first quarter ended 31 March 2019 ("**1Q2019**") ("**1Q2019 Announcement**"). Shareholders should refer to the 1Q2019 Announcement for further details.

The Group's revenue decreased for 1Q2019 compared to last year. The revenue was mainly generated by the subsidiary Tianjin Belong Faith Energy Minerals Co., Ltd（天津博朗信国际贸易有限公司）. Additionally, the cost of sales decreased compared to the first quarter ended 31 March 2018.

The Group's net assets increased from S$64.0 million as at 31 December 2018 to S$66.7 million as at 31 March 2019. Cash and cash equivalents decreased from S$0.4 million as at 31 December 2018 to S$0.3 million as at 31 March 2019. The Group used S$0.1 million for its operating activities. Please refer to our result announcement for the financial period ended 31 March 2019 released on 17 July 2019 for full details.

Update on Future Direction

The Group remains engaged in the business of trading of coal products, the success of which depends largely on coal price stability and overcoming the key challenge from the fluctuation of foreign exchange rate. To reach profitability, the Group will continue boost the volume of trade and increase revenue.

The Company will continue to make efforts and consider various options, including the exploration of new business activities and opportunities to increase the revenue stream to the Company, so that it would be able to meet the requirements of Rule 1314 of the Listing Manual pursuant to the Minimum Trading Price ("**MTP**") exit criterion and the financial exit criteria.

The Company will make further announcements to update shareholders of the Company as and when there are any material developments in this matter.

BY ORDER OF THE BOARD

Cai Suirong
Director and Chief Executive Officer
17 July 2019