ABTERRA LTD.
(Company Registration No.: 199903007C)

ABTERRA COMPLETES ACQUISITION OF TIANJIN BELONG FAITH ENERGY MINERALS CO., LTD (天津博朗信国际贸易有限公司)

All capitalised terms used and not defined herein shall have the same meanings given to them in Abterra Ltd.'s announcement dated 21 June 2017.

1. Background

The board of directors (the **"Board"**) of Abterra Ltd. (the **"Company"**) refers to its announcements dated 13 February 2017, 21 June 2017 and 14 August 2017.

As announced on 21 June 2017, the Company entered into the SPA with the Vendors to acquire 51% equity interest in Tianjin Belong Faith Energy minerals Co., Ltd ("**BLX**") via the acquisition of the entire share capital (the "**Sale Shares**") of Lead China Development Limited (the "**Target**").

BLX is a trading company, primarily engaged in the import and export of coal with customers in the PRC. BLX is indirectly held by the Target, an investment holding company. The Consideration of RMB 74,205,000 (equivalent to approximately S$15,051,724 based on an exchange rate of S$1:RMB4.93 as at 21 June 2017) was wholly satisfied by the allotment and issuance of 48,553,949 Consideration Shares at the Issue Price of S$0.31 per Consideration Share to the Vendors.

2. Completion and issuance of Consideration Shares

The Board is pleased to announce that completion of the SPA took place today.

Following Completion, the Target is a wholly-owned subsidiary of the Company, and BLX is an indirect 51% subsidiary.

Pursuant to the SPA, 48,553,949 Consideration Shares were allotted and issued by the Company to the Vendors, as follows:

Vendor	No. of Consideration Shares
LI YA NAN (李雅楠)	43,698,554
LU DU WEI (鹿笃薇)	4,855,395

The Consideration Shares were issued fully paid, free from all claims and encumbrances and shall rank *pari passu* in all respects with the issued ordinary shares in the share capital of the Company as at the date of issue of the Consideration Shares.

The Consideration Shares represent approximately 16.58% of the enlarged share capital of the Company. Following the issuance of the Consideration Shares, the issued and paid-up share capital of the Company increased from 244,274,150 shares to 292,828,099 shares.

The Company will make a further announcement on the expected date of the listing and quotation of the Consideration Shares on the Main Board of the SGX- ST.

3. Rationale of acquisition

The Board is pleased to complete the acquisition of BLX, which is a profitable company. Acquiring BLX will benefit the Company's trading business as BLX is in the same core business, and will be able to provide the Company with access to a good network of traders and customers, thereby enhancing the Company's trading capabilities.

BY ORDER OF THE BOARD

Lau Yu
Director and Chief Executive Officer
18 August 2017