ABTERRA LTD.
(Company Registration No. 199903007C)

NOTIFICATION OF INCLUSION ON THE WATCH-LIST DUE TO THE FINANCIAL ENTRY CRITERIA AND THE MINIMUM TRADING PRICE ("MTP") ENTRY CRITERIA WITH EFFECT FROM 5 JUNE 2018

The Board of Directors (the "**Board**") of Abterra Ltd. (the "**Company**" and together with the subsidiaries, the "**Group**") wishes to announce that the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") has notified the Company that the Company will be placed on the Watch-list with effect from 5 June 2018 pursuant to Rules 1311(1) and 1311(2) of the Listing Manual.

The Company will have to take active steps to meet the requirements of Rule 1314 of the Listing Manual within 36 months from 5 June 2018, failing which the SGX-ST may either delist the Company or suspend trading in the Company's shares with a view to delisting the Company. Rule 1314 of the Listing Manual states that an issuer may be removed from the Watch-list if it satisfies the following requirements, where applicable:

(i) the issuer records consolidate pre-tax profit for the most recently completed financial year (based on the latest full year consolidated audited accounts) and has an average daily market capitalisation of S$40 million or more over the last 6 months; and

(ii) the issuer records a volume-weighted average price of at least S$0.20 and an average daily market capitalisation of S$40 million or more over the last 6 months.

As required by Rule 1313(2) of the Listing Manual, the Company will have to provide quarterly updates on its efforts and the progress made in meeting the exit criteria of the Watch-list, including where applicable its financial situation, its future direction, or other material development that may have a significant impact on its financial position. The Company shall also announce immediately any material development that occurs between the quarterly updates.

The Company wishes to notify all its shareholders and business partners that the Group's business shall continue as usual and that trading in its securities will also continue unless a trading halt or suspension is effected.

BY ORDER OF THE BOARD

Cai Suirong
Director and Chief Executive Officer
4 June 2018