

ABUNDANCE INTERNATIONAL LIMITED
(Company Registration No.: 197501572K)
(Incorporated in Singapore)

**MATERIAL VARIANCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED
FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023**

The Board of Directors (the “**Board**”) of Abundance International Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to its full year financial statements and dividend announcement for the financial year ended 31 December 2023 (“**FY2023**”) dated 26 February 2024 (“**Unaudited Financial Statements**”) released via SGXNET.

Pursuant to Rule 704(5) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”), the Company wishes to announce and clarify certain material variances to the Unaudited Financial Statements following the finalisation of the audit and issuance of the auditor’s report dated 2 April 2024 by the Company’s external auditors, Messrs Foo Kon Tan LLP (the “**Independent Auditors’ Report**”, and the related audited financial statements are referred to herein as the “**Audited Financial Statements**”). The details and explanations of the material variances are set out in Appendix A as annexed hereto.

With regard to the Audited Financial Statements and this announcement, shareholders of the Company (the “**Shareholders**”) are advised to read both in conjunction with the Independent Auditors’ Report released by the Company in the annual report of the Company for the financial year ended 31 December 2023 dated 9 April 2024 (the “**FY2023 Annual Report**”).

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the securities of the Company.

The Board confirms that to the best of its knowledge, all material disclosures, facts and information have been provided and announced, and the Board is not aware of any facts, information or disclosures, the omission of which would make any statement in this announcement or the FY2023 Annual Report misleading.

By Order of the Board

Sam Kok Yin
Managing Director

9 April 2024

*This document has been reviewed by the Company’s sponsor, Stamford Corporate Services Pte. Ltd. (the “**Sponsor**”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) and the SGX-ST assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Mr Ng Joo Khin, Tel: 6389 3000, Email: jookhin.ng@morganlewis.com.

Appendix A

Consolidated statement of profit or loss and other comprehensive income for the financial year ended 31 December 2023

	Audited US\$'000	Unaudited US\$'000	Variance US\$'000	Note
Revenue	623,360	623,360	-	
Other income	1,531	2,125	(594)	A
Changes in inventories and purchases of inventories	(602,170)	(602,170)	-	
Amortisation of right-of-use assets	(163)	(163)	-	
Depreciation of property, plant and equipment	(583)	(583)	-	
Employee benefits expenses	(3,069)	(3,065)	(4)	
Freight and handling charges	(13,694)	(13,694)	-	
Other expenses	(5,051)	(5,717)	666	B
Finance costs	(441)	(441)	-	
(Loss)/Profit before tax	(280)	(348)	68	
Tax expense	(19)	(19)	-	
(Loss)/Profit for the year	(299)	(367)	68	
Other comprehensive income/(loss) after tax				
Items that will not be subsequently reclassified to profit or loss				
- Revaluation gain on buildings	524	524	-	
- Net gain on financial asset at fair value through other comprehensive income ("FVTOCI") (equity investment)	(1,604)	(1,023)	(581)	C
Items that may be subsequently reclassified to profit or loss				
- Currency translation differences arising from consolidation of foreign operation	(32)	(33)	1	
- Reclassification of currency translation differences to profit or loss on deconsolidation of a subsidiary	(49)	(49)	-	
Other comprehensive (loss)/income for the year, net of tax	(1,161)	(581)	(580)	
Total comprehensive (loss)/income for the year	(1,460)	(948)	(512)	
(Loss)/Profit for the year attributable to:				
- Owners of the Company	(300)	(368)	68	
- Non-controlling interests	1	1	-	
Total (loss)/profit for the year	(299)	(367)	68	
Total comprehensive (loss)/income attributable to:				
- Owners of the Company	(1,462)	(950)	(512)	
- Non-controlling interests	2	2	-	
Total comprehensive (loss)/income for the year	(1,460)	(948)	(512)	
(Loss)/Earnings per share attributable to owners of the Company				
Basic and diluted (cents)	(0.02)	(0.03)	0.01	

Appendix A

Statements of financial position as at 31 December 2023

	The Group			Note	The Company			Note
	Audited US\$'000	Unaudited US\$'000	Variance US\$'000		Audited US\$'000	Unaudited US\$'000	Variance US\$'000	
ASSETS								
Non-current Assets								
Subsidiaries	-	-	-		7,243	7,243	-	
Associate	-#	-#	-		-#	-#	-	
Financial asset at FVTOCI	8,090	8,790	(700)	C	-	-	-	
Financial asset at fair value through profit or loss	1,229	1,229	-		-	-	-	
Property, plant and equipment	14,188	14,114	74	B(ii)	14,153	14,080	73	B(ii)
Right-of-use assets	1,956	1,956	-		1,726	1,726	-	
Deferred tax assets	312	312	-		-	-	-	
	25,775	26,401	(626)		23,122	23,049	73	
Current Assets								
Inventories	13,273	13,273	-		-	-	-	
Trade receivables	7,531	7,909	(378)	D	-	-	-	
Other receivables and deposits	787	787	-		29	29	-	
Advances and prepayments	14,941	14,941	-		26	26	-	
Amounts due from subsidiaries	-	-	-		3,375	3,375	-	
Financial assets at fair value through profit or loss	96	96	-		-	-	-	
Cash and bank balances	6,661	6,661	-		130	130	-	
	43,289	43,667	(378)		3,560	3,560	-	
Total assets	69,064	70,068	(1,004)		26,682	26,609	73	
EQUITY								
Share capital	44,868	44,868	-		44,868	44,868	-	
Reserves	(8,739)	(8,227)	(512)	B(ii),C	(21,523)	(21,592)	69	B(ii)
Equity attributable to owners of the Company	36,129	36,641	(512)		23,345	23,276	69	
Non-controlling interests	7	7	-		-	-	-	
Total equity	36,136	36,648	(512)		23,345	23,276	69	
LIABILITIES								
Non-current Liabilities								
Borrowings	405	405	-		-	-	-	
Lease liabilities	2,052	2,052	-		1,912	1,912	-	
Deferred tax liabilities	2,143	2,262	(119)	C	1,137	1,137	-	
	4,600	4,719	(119)		3,049	3,049	-	
Current Liabilities								
Trade payables	18,217	18,594	(377)	D	2	2	-	
Other payables and accruals	2,299	2,296	3		249	245	4	
Advances from customers	6,318	6,318	-		-	-	-	
Derivative financial instrument	1	-	1		-	-	-	
Borrowings	1,217	1,217	-		-	-	-	
Lease liabilities	130	130	-		37	37	-	
Income tax liabilities	146	146	-		-	-	-	
	28,328	28,701	(373)		288	284	4	
Total liabilities	32,928	33,420	(492)		3,337	3,333	4	
Total equity and liabilities	69,064	70,068	(1,004)		26,682	26,609	73	

Amount less than US\$1,000

Appendix A

Notes:

- A. An amount due from a former subsidiary, Zhangjiagang Orient-hill Microorganisms Technology Co., Ltd. ("**Orient-hill**") of US\$594,000 to another subsidiary was fully impaired prior to deconsolidation of Orient-hill on 29 May 2023. The impaired amount was included as part of the gain on deconsolidation of a subsidiary. This adjustment reduced the "Other income" and "Other expenses" on the Consolidated statement of profit or loss and other comprehensive income.

- B. The variance is due mainly to:
 - (i) As mentioned in Note A, an impairment loss on amount due from a former subsidiary of US\$594,000 under "Other expenses" was included as part of the gain on deconsolidation of a subsidiary under "Other income".
 - (ii) a reversal of impairment loss on plant and equipment of US\$73,000 based on asset valuation exercise carried out by an independent professional valuer. This adjustment reduced accumulated losses that was included as part of "Reserves" on Statements of financial position.

- C. The variance is due to additional post tax fair value loss adjustment made based on final valuation report carried by an independent professional valuer. This adjustment reduced deferred tax liabilities and fair value reserve that was included as part of "Reserves" on Statements of financial position.

- D. The variance is due to reclassification between trade receivables and trade payables.