ABTERRA LTD.
(Company Registration No. 199903007C)

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

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 third quarter ended 30 September 2018 ("3Q2018") ("3Q2018 Announcement"). Shareholders should refer to the 3Q2018 Announcement for further details.

The Group's revenue was increased significantly for 3Q2018 compared to last year. However, the gross profit was not enough to cover the expenses incurred. The S$7.8 million loss recorded for the period under review was mainly due to operational loss from the Group's subsidiary, Tianjin Belong Faith Energy Minerals Co., Ltd（天津博朗信国际贸易有限公司） during the quarter.

The Group's net assets decreased from S$73.6 million as at 31 December 2017 to S$67.4 million as at 30 September 2018. Cash and cash equivalents increased slightly from S$0.9 million as at 31 December 2017 to S$2.2 million as at 30 September 2018. The Group generated S$1.3 million for its operating activities. Please refer to our result announcement for the financial period ended 30 September 2018 released on 13 November 2018 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 to meet the requirements of Rule 1314 of the SGX-ST Listing Manual pursuant to the MTP exit criterion and the financial exit criteria and will update its shareholders in due course.

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
13 November 2018