ABTERRA LTD.
(Company Registration No. 199903007C)

UPDATE ANNOUNCEMENT – LIQUIDATION OF A SUBSIDIARY

Unless otherwise defined, all capitalised terms herein shall have the same meaning as ascribed to them in the Company's announcement dated 15 August 2018.

The board of directors of the Company (the "**Board**") refers to the Company's announcement released on 15 August 2018 in relation to the voluntary administration of its wholly-owned subsidiary, Abterra Australia. The Board wishes to update the shareholders that Abterra Australia has been placed under liquidation in Australia and Ahmad Zeidan of A2Z Insolvency Solutions Pty Limited ("**A2Z Insolvency Solutions**"), who was previously appointed as voluntary administrator of Abterra Australia, has on 4 March 2019 been appointed as liquidator of Abterra Australia.

Based on the Report to Creditors Pursuant to Section 439A of the Corporations Act dated 17 December 2018 issued by A2Z Insolvency Solutions, Abterra Australia owes the Company about S$4,762,050. The amount recoverable from Abterra Australia, if any, by the Company pursuant to the liquidation has yet to be determined. The Board will update shareholders on the financial impact of Abterra Australia's liquidation after the Board receives further updates from the liquidator.

The Company will make further announcements to update the shareholders on any material developments as soon as possible.

BY ORDER OF THE BOARD

Cai Suirong
Director and Chief Executive Officer
16 March 2019