



ABUNDANCE INTERNATIONAL LIMITED

洋裕国际有限公司

(Singapore Co. Reg. No: 197501572K)

NEWS RELEASE - FOR IMMEDIATE RELEASE

Results for half year ended 30 June 2018

	HY2018	HY2017
Revenue	US\$227,875,000	US\$222,684,000
Total profit/(loss) attributable to the Shareholders	US\$(602,000)	US\$237,000

Singapore, 8 August 2018 – SGX Catalist-listed Abundance International Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) today announced its results for the half year ended 30 June 2018 (“**HY2018**”).

- For HY2018, the Group recorded US\$227.9 million of revenue, mainly arising from the chemical trading business undertaken by our wholly-owned subsidiary Orient-Salt Chemicals Pte Ltd (“**OSC Singapore**”) and its subsidiaries (the “**OSC Group**”).
- The OSC Group itself achieved a profit after tax of US\$0.6 million.
- The Group’s loss attributable to the Shareholders was US\$(602,000) after deducting costs incurred at the Company’s level comprising mainly:
 - the cost of maintaining the factory at 9 Joon Koon Circle;
 - other corporate and administrative expenses;
 - a non-cash interest expense of US\$0.5 million recorded in HY2018 as a result of the S\$12,855,000 in principal amount of zero coupon bonds issued by the Company on 31 January 2017; and
 - depreciation of US\$225,000 with regards to the factory at 9 Joon Koon Circle.

Managing Director, Mr Sam Kok Yin said, “The OSC Group reported a smaller profit after tax in HY2018 as compared to HY2017. This is largely due to higher freight and handling charges during HY2018. On a more positive note, we continue to obtain more trade facilities from banks, and credit terms from suppliers. This will aid us tremendously in our business.”

Going forward, Mr Sam commented, “With increased support from banks and suppliers, and with our operations achieving a more significant scale, we will work towards increasing our profit margins. Tapping on our strong supply and distribution network, we intend to gradually increase the types of chemicals that we trade in.

We are also constantly exploring and evaluating other chemical related investment opportunities.”

On 14 March 2018, the Company announced that it had entered into a joint venture agreement with a Japanese incorporated company in relation to a new joint venture company, Zhangjiagang Orient-Hill Microorganisms Technology Co., Ltd (the “**JV Company**”). The JV Company has been established on 5 June 2018. It has yet to commence operations as at the date hereof.

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About Abundance International Limited

Incorporated in Singapore in 1975 and listed on SGX Sesdaq in 2000, the Company was engaged primarily in the business of commercial printing of books, calendars and other publications. In 2015, it diversified its business scope to include Chemicals and Investments. As of today, chemical trading makes up the bulk of the Group’s business activities.

For further information, please email to: contact@abundance.com.sg or call +65 6861 4040.

Note:

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the relevant rules of the Exchange. The Company’s Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement. The contact person for the Sponsor is Mr Ng Joo Khin Tel: 6389 3000 Email: jookhin.ng@morganlewis.com