



ABUNDANCE INTERNATIONAL LIMITED

洋裕国际有限公司

(Singapore Co. Reg. No: 197501572K)

ABUNDANCE ACHIEVES FULL YEAR PROFIT AFTER TAX OF US\$4.8 MILLION – MAIDEN DIVIDEND ANNOUNCED

	FY2021	FY2020
Revenue	US\$714.2 million	US\$411.1 million
Earnings/ (Losses) before interest, taxes, depreciation and amortisation (“ EBITDA/(LBITDA) ”)	US\$8.1 million	US\$(36,000)
Total profit/(loss) after tax for the period	US\$4.8 million	US\$(2.7 million)

Singapore, 24 February 2022 – SGX Catalist-listed Abundance International Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) today announced its results for the full year ended 31 December 2021 (“**FY2021**”).

Comparing FY2021 to FY2020:

- Revenue increased 73.7% to US\$714.2 million from US\$411.1 million
- Achieved EBITDA of US\$8.1 million, reversal from LBITDA US\$36,000
- Achieved net profit after tax of US\$4.8 million, reversal from a loss after tax of US\$2.7 million

The reversal from a loss in FY2020 to profitability in FY2021 is mainly due to:

- Strong performance from the chemical trading business undertaken by our wholly-owned subsidiary Orient-Salt Chemicals Pte. Ltd. and its subsidiaries (the “**OSC Group**”). On its own, the OSC Group achieved revenue of US\$713.1 million, with profit after tax of US\$6.4 million (including total investment gains of US\$4.4 million, less US\$1.0 million corresponding income tax expense from an investment in the Sopo Shares, as defined below). Without taking this into account, the profit after tax of the OSC Group derived from its core chemical trading business was US\$3.0 million.

- A significant net gain on disposal (US\$3.4 million net of tax) from our investment, made via our wholly-owned subsidiary, Orient-Salt Chemicals (Shanghai) Co., Ltd., of 3,610,108 shares in the capital of 江苏索普化工股份有限公司 (Jiangsu Sopo Chemical Co., Ltd.) (the “**Sopo Shares**”);
- A significant reduction in non-cash interest expense on zero coupon bonds from US\$1,204,000 for FY2020 to only US\$112,000 for FY2021. The zero coupon bonds matured on 31 January 2021.

Managing Director, Mr Sam Kok Yin said, “With the recovery of the Chinese economy after the Covid-19 outbreak and the significant increase in prices of several commodity chemicals that we trade in, the OSC Group was able to turn in a record profit of US\$6.4 million for FY2021. Going forward, we will continue our constant endeavour to increase revenue and profitability while adhering to our strict inventory risk management policy.”

Mr Sam added, “We are encouraged by the performance of Shanghai Sunrise Polymer Material Co., Ltd., in which we took an equity stake for RMB20 million in FY2019. The fair value of this equity stake has been determined by an independent professional valuer to be approximately US\$9.8 million as at 31 December 2021. We intend to strike a balance between investments with long and short holding periods in order to maintain liquidity and recycle capital efficiently.”

To thank shareholders for their support, the Company has declared a dividend of S\$0.0005 (0.05 of a Singapore cent) per ordinary share for FY2021.

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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 and today, the Company’s businesses comprise Chemicals, Investments and Print and Paper Management.

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

Note:

*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.*

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