



# ABUNDANCE INTERNATIONAL LIMITED

洋裕国际有限公司

(Singapore Co. Reg. No: 197501572K)

## ABUNDANCE ACHIEVES TURNAROUND HALF YEAR PROFIT OF US\$5.402 MILLION

	<b>HY2021</b>	<b>HY2020</b>
Revenue	US\$344.9 million	US\$188.0 million
Earnings before interest, taxes, depreciation and amortisation (“ <b>EBITDA</b> ”)	US\$7,979,000	US\$386,000
Total profit/loss for the period	US\$5,402,000	US\$(799,000)

Singapore, 11 August 2021 – 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 2021 (“**HY2021**”).

Comparing HY2021 to HY2020:

- Revenue increased 83.4% to US\$344.9 million from US\$188.0 million
- EBITDA increased 1,967% to US\$7,979,000 from US\$386,000
- Achieved profit of US\$5,402,000, reversal from a loss of US\$799,000

The reversal from a loss in HY2020 to profitability in HY2021 is mainly due to:

- Strong performance from the chemical trading business undertaken by its wholly-owned subsidiary Orient-Salt Chemicals Pte. Ltd. and its subsidiaries (the “**OSC Group**”). On its own, the OSC Group achieved revenue of US\$340.2 million, with profit after tax of US\$6.8 million (including a fair value gain of US\$3.9 million less US\$1.0 million corresponding deferred tax expense from an investment in the Sopo Shares, as mentioned below). Without taking this into account, the profit after tax of the OSC Group derived from its core chemical trading business was US\$3.9 million.
- A significant fair value gain 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**”) at an issue price of RMB8.31. The last traded price of the Sopo Shares on the

Shanghai Stock Exchange as at 30 June 2021 and 10 August 2021 was RMB15.34 and RMB22.50 respectively;

- A significant reduction in non-cash interest expense on zero coupon bonds from US\$573,000 for HY2020 to only US\$112,000 for HY2021. 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\$6.8 million for HY2021. Going forward, we will continue our constant endeavour to increase revenue and profitability while adhering to our strict inventory risk management policy. We will also explore suitable corporate actions to accelerate the growth of our chemical trading business.”

Mr Sam added, “Leveraging on our directors’ extensive network and experience in the chemical industry, our other major investments are also chemicals-related. We intend to strike a balance between investments with long and short holding periods in order to maintain liquidity and recycle capital efficiently.”

..... End .....

### **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](mailto: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.*

*The contact person for the Sponsor is Ng Joo Khin, Tel: 6389 3000, Email: [jookhin.ng@morganlewis.com](mailto:jookhin.ng@morganlewis.com).*