

ABUNDANCE INTERNATIONAL LIMITED

(Incorporated in Singapore)
(Company Registration Number 197501572K)

ACQUISITION OF SHARES - NEW ASSOCIATED COMPANY

The board of directors of Abundance International Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) would like to announce that its 70% owned subsidiary Zhangjiagang Orient-hill Microorganisms Technology Co. Ltd (张家港东丘微生物科技有限公司) (“**Orient-hill ZJG**”) has entered into an agreement with Mr Chen Ruenqiu (陈润秋) to purchase a 40% equity stake (the “**Acquisition Shares**”) in Orient-Hill (Guangdong) Microorganisms Environmental Technology Co. Ltd (东丘 (广东) 微生物环保科技有限公司) (“**Orient-hill Guangdong**”) from Mr Chen Ruenqiu for a nominal consideration of RMB1 with effect from 2 March 2020 (the “**Acquisition**”). On completion, Orient-hill Guangdong will become an associated company of the Company.

The nominal consideration of RMB 1 was arrived at on a willing buyer willing seller basis after taking into account that Orient-hill Guangdong has been dormant since incorporation and currently has a net tangible asset and book value of nil. The consideration shall be satisfied using the internal funds of Orient-hill ZJG. No independent valuation was conducted in respect of the Acquisition Shares. No open market value of the Acquisition Shares is available as the Acquisition Shares are not listed.

Orient-hill Guangdong was set up on 22 October 2019 for the purpose of collaborating with Orient-hill ZJG and it has been dormant since. The net asset value of the 40% stake in Orient-hill Guangdong is zero. The current shareholding in Orient-hill Guangdong is as follows:

1)	Mr Chen Ruenqiu (陈润秋)	80%
2)	Mr Chen Yan (陈彦)	20%

Following the Acquisition, the shareholding of Orient-hill Guangdong is as follows:

1)	Mr Chen Ruenqiu (陈润秋)	40%
2)	Orient-hill ZJG	40%
3)	Mr Chen Yan (陈彦)	20%

As announced by the Company on 14 March 2018, Orient-hill ZJG is engaged in the provision of water treatment solutions using microbial and/or chemicals, particularly (but without limitation) to the chemical industry in the People’s Republic of China (“**PRC**”). As part of its strategy to expand throughout the PRC, Orient-hill ZJG will, where appropriate, enter into joint ventures with partners in various geographical locations. Orient-hill ZJG will provide technical support whereas the respective partners will be responsible in marketing to potential clients in that area.

The above transaction is not expected to have a material impact on the financial performance of the Group for the financial year ending 31 December 2020. To the best knowledge of the directors, after due and careful enquiry, none of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction (other than through their respective shareholding interests in the Company, if any).

By Order of the Board

Sam Kok Yin
Managing Director
2 March 2020

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.

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