

**ABUNDANCE INTERNATIONAL LIMITED**  
(FORMERLY KNOWN AS CRAFT PRINT INTERNATIONAL LIMITED)  
(Incorporated in Singapore)  
(Company Registration Number 197501572K)

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**CHANGE IN USE OF NET PROCEEDS OF THE ISSUE OF CONVERTIBLE BONDS AND PLACEMENT**

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**1. INTRODUCTION**

1.1 The Board of Directors (the “**Board**”) of Abundance International Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s circular to shareholders dated 3 September 2014 (the “**2014 Circular**”) relating to, *inter alia*:

- (a) the Company’s issue of non-transferrable convertible bonds due 2016 in aggregate principal amount of S\$14,000,000 to Mr Shi Jiangang and Mr Sam Kok Yin (the “**Bonds Issue**”), which was completed on 25 September 2014;
- (b) the grant of a call option to Mr Shi Jiangang and Mr Sam Kok Yin for the allotment and issue of an aggregate of 210,000,000 shares in the Company at S\$0.05 per share for an aggregate consideration of S\$10,500,000 (the “**Call Option**”), the call option being exercisable during the period of three years commencing on 25 September 2015; and
- (c) the placement of an aggregate of 20,000,000 shares in the Company to Mr Soh Gim Teik, Mr Lum Tain Fore and Ms Tan Hui Har at S\$0.05 per share (the “**Placement**”), which was completed on 25 September 2014,

(collectively, the “**2014 Transactions**”).

1.2 The Company wishes to announce a change in the use of the net proceeds of the Bonds Issue and Placement, as compared to that previously disclosed in the 2014 Circular.

**2. USE OF NET PROCEEDS**

2.1 The Company had disclosed in the 2014 Circular that the net proceeds of the 2014 Transactions will be used by the Company in the following estimated proportions:

<u>Use of Proceeds</u>	<u>Percentage Allocation</u>
Acquisition and financing of new businesses	65% to 75%
General working capital purposes	25% to 35%

2.2 As at the date of this announcement, the Call Option has not been exercised. Accordingly, the net proceeds from the 2014 Transactions received by the Company as at the date hereof, being the net proceeds from the Bonds Issue and the Placement, amount to approximately S\$14,886,000.

2.3 As announced in the Company’s financial results announcement dated 15 May 2015 for the half year period ended 31 March 2015, the Company had utilised a portion of the net proceeds as follows:

	<b>Amount Utilised (S\$’000)</b>	<b>Amount Utilised (%)</b>	<b>Balance (S\$’000)</b>
<b>Acquisition and financing of new businesses</b>	(298)	2%	9,377

<b>General working capital purposes</b>	(5,211)	35%	-
<b>Total</b>	(5,509)	37%	9,377

- 2.4 The balance net proceeds of the Bonds Issue and Placement as at 31 March 2015 amounts to approximately S\$9,377,000 (the “**Balance Net Proceeds from the Bonds Issue and Placement**”).

### 3. CHANGE IN USE OF NET PROCEEDS OF THE BONDS ISSUE AND PLACEMENT

- 3.1 The Company would like to announce, pursuant to Rule 704(30) of the Singapore Exchange Securities Trading Limited’s Listing Manual Section B: Rules of Catalist, that there will be a change in the use of net proceeds of the Bonds Issue and Placement.

- 3.2 As stated in the 2014 Circular, it was envisaged that 25% to 35% of the net proceeds of the 2014 Transactions will be used for general working capital purposes in order to strengthen the Group’s financial position and working capital base, and 65% to 75% of the net proceeds of the 2014 Transactions will be used to acquire and finance new businesses to enable the Group to undertake other potentially profitable business activities.

- 3.3 The Board notes that the Company has on 19 August 2015 obtained shareholders’ approval for the Group’s diversification into the proposed new businesses of:

- (a) chemicals manufacturing, trading, storage and/or the manufacture or trading of equipment, accessories, consumables or peripherals used in the chemical industry and other related business (the “**Chemical Business**”); and
- (b) investing in companies and other entities through equity, securities and other instruments such as bonds or convertible bonds, and investing in quoted securities and instruments such as, without limitation, funds and bonds (the “**Investment Business**”).

- 3.4 Since the completion of the 2014 Transactions, the Board has endeavoured to restructure the printing business of the Group (the “**Printing Business**”) to reduce the losses sustained and to stem the continued losses. However, while the Group is undergoing the restructuring exercise, there are many liabilities that have been incurred by the Printing Business that remain to be paid and additional liabilities continue to be accumulated by the Printing Business. Upon careful evaluation of the immediate capital requirements of the Printing Business, the Board has decided to re-allocate the use of the Balance Net Proceeds from the Bonds Issue and Placement, such that S\$2,796,000 of the S\$9,377,000 shall be used for general working capital purposes rather than for the acquisition and financing of new businesses. The Company is currently also exploring other fund-raising options and considering the disposal of certain assets of the Group, to raise additional funds for working capital purposes. The remaining S\$6,581,000 of the Balance Net Proceeds shall still be used for acquisition and financing of the new businesses of the Group.

- 3.5 Pursuant to such change of use of net proceeds from the Bonds Issue and the Placement, the revised percentage allocation of use of such net proceeds of S\$14,886,000 are as follows:

<u>Use of Proceeds</u>	<u>Percentage Allocation</u>
Acquisition and financing of new businesses	46.2%
General working capital purposes	53.8%

- 3.6 For the avoidance of doubt, the change in use of proceeds described in this announcement relates only to the proceeds from the Bonds Issue and Placement, and does not relate to the

proceeds from the Call Option, which have yet to be received by the Company as the Call Option has not been exercised.

- 3.7 The Company will make periodic announcements via SGXNet on the utilisation of the Balance Net Proceeds from the Bonds Issue and Placement as and when they are materially disbursed, and will provide a status report on such use in its annual report.

By Order of the Board

Sam Kok Yin  
Executive Director

30 September 2015

*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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