



ABTERRA LTD.

(Registration No. 199903007C)

ISSUE OF 121,891,311 SHARES (“SCHEME SHARES”) IN CONNECTION WITH THE SCHEME OF ARRANGEMENT FOR THE COMPANY PURSUANT TO SECTION 210 OF THE COMPANIES ACT AS APPROVED BY THE CREDITORS AT THE COURT MEETING CONVENED ON 13 DECEMBER 2004, AND AS SANCTIONED BY THE HIGH COURT ON 12 JANUARY 2005 (“HKI SCHEME”) AND APPROVED BY EGM ON 17 MAY 2005

The Board of Directors of the Company wishes to announce that the Company has allotted and issued in total 121,891,311 Scheme Shares to ECICS Limited (“**ECICS**”), United Overseas Bank Limited (“**UOB**”) and Malayan Banking Berhad (“**MBB**”) pursuant to the HKI Scheme.

ECICS is listed as a contingent creditor of the Company under the HKI Scheme where it had on behalf of the Company’s subsidiary, Hua Kok Realty Pte Ltd. (“**Hua Kok Realty**”), issued a performance guarantee of S\$790,000 to Civil Aviation Authority of Singapore (“**CAAS**”). KPMG Business Advisory Pte Ltd (the “**Scheme Administer**”) received ECICS’s Proof of Debt for the balance claimed against Hua Kok Realty and had adjudicated and admitted only ECICS’s claim on the outstanding performance bond’s premium and interest amounting to S\$9,307.36 on 8 September 2008.

Both UOB and MBB are listed as contingent creditors of the Company by virtue of a corporate guarantee provided by the Company to UOB and MBB for banking facilities granted to a subsidiary of the Company, World Spa Industries Pte Ltd (“**World Spa**”), which was then under receivership. Upon realisation of World Spa’s assets, the Scheme Administer received UOB’s and MBB’s Proof of Debt for the balance claimed against World Spa and had adjudicated and admitted UOB’s and MBB’s claim of S\$1,587,572.51 and \$1,084,728.97 respectively on 26 August 2008.

Pursuant to the terms of the Scheme, the Company shall issue shares in settlement of the claims and the issue price is determined as the weighted average market price for the past 30 trading days traded on the SGX-ST prior to the issue date.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect in the issue of Scheme Shares to ECICS, UOB and MBB.

Issued by Abterra Ltd.

Lau Yu
Chief Executive Officer
24 December 2008