



ABTERRA LTD.
(Registration No. 199903007C)

MATERIAL DIFFERENCE BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FINANCIAL STATEMENTS

The Board of Directors (the “**Board**”) of Abterra Ltd. (the “**Company**”) refers to the announcement released by the Company to SGXNet on 27 February 2010 with regards to the unaudited financial statements for the financial year ended 31 December 2009.

The Board wishes to announce that pursuant to Rule 704(6) of the Listing Manual of the SGX-ST, the following material adjustments and reclassifications had been made following the finalization of the audit.

1. Provision made for issuance of 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 High Court on 12 January 2005 (“HKI Scheme”) and approved by EGM on 17 May 2005

The provision is in respect of a claim under the Hua Kok International Ltd (“HKI”) Scheme of Arrangement 2005 by a contingent creditor. The Company, based on the latest information available after the release of the unaudited financial statements and after taking appropriate assessment of the best estimates of the claim, is of the view that the outcome of this claim is not expected to give rise to any significant sum of Scheme Shares to be issued beyond S\$3 million. Hence, a provision of S\$3 million is recognised in the audited financial statement for the financial year ended 31 December 2009.

As a result, the Group’s other operating expense in the statement of comprehensive income and provision in the balance sheet increased by S\$3 million and in turn attributed to a corresponding reduction in the Group’s audited net profit.

The Company also wishes to highlight that the above mentioned claim is the last and final claim under the HKI Scheme.

2. Reclassification of trade receivables and amount due to intermediate holding company

An amount of approximately S\$1.7 million of current trade receivables has been offset against amount due to intermediate holding company. This is a result of an arrangement for the customer to pay an amount owing to the Group direct to the intermediate holding company. As the trade receivables and intercompany balance were confirmed by the customer and intermediate holding company only after the release of the unaudited financial statements, the Group’s audited trade receivables and amount due to intermediate holding company was subsequently decreased by approximately S\$1.7 million. At 31 December 2009, the audited amount due to intermediate holding company approximated S\$1.1 million.

The above adjustment has no impact on the Group’s and the Company’s net asset and net profit as at 31 December 2009.

	The Group	
	1 January to 31 December 2009 (Audited) Cents	1 January to 31 December 2009 (Unaudited) Cents
Earnings per ordinary share for the financial year	0.20	0.26

	THE GROUP		THE COMPANY	
	31.12.2009 (Audited) Cents	31.12.2009 (Unaudited) Cents	31.12.2009 (Audited) Cents	31.12.2009 (Unaudited) Cents
Net asset value per ordinary share at the end of the financial year	4.72	4.78	3.92	3.97

The audited income statement and balance sheet are attached for further information.

BY ORDER OF THE BOARD

Lau Yu
 Director and Chief Executive Officer
 13 April 2010