



YAMADA GREEN RESOURCES LIMITED
(Company Registration No. 201002962E)
(Incorporated in the Republic of Singapore)

FACILITY AGREEMENT

(A) Facility Agreement Entered Into With Postal Savings Bank of China

The Board of Directors (the “**Board**”) of Yamada Green Resources Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that its wholly-owned subsidiary, Fuzhou Wangcheng Foods Development Co., Ltd. (“**Wangcheng**”) has entered into a multiple credit facility agreement dated 18 June 2015 with the Postal Savings Bank of China (the “**Postal Bank**”) in relation to a credit facility of up to an aggregate principal amount of RMB17 million to be extended by the Bank commencing from 18 June 2015 to 17 June 2017 (the “**Facility Agreement**”).

Pursuant to the Facility Agreement, Wangcheng had drawn down an aggregate amount of RMB17 million granted by the Bank on 29 June 2015 for working capital purposes.

Mr Chen Qiu Hai, the Executive Chairman and Chief Executive Officer of the Company, and his wife, Ms Yang Wanyu have jointly and severally provided a personal guarantor for payment of all monies and liabilities owing by Wangcheng to Postal Bank, including but not limited to, payment of all monies owing or payable (whether actual or contingent) to the Bank of up to RMB17 million.

Wangcheng has also pledged its buildings and land use rights in Tieling Economic and Technological Development Zone in Minhou County, Fuzhou City, Fujian Province to Postal Bank as security under the Facility Agreement.

(B) Facility Agreement Entered Into With China Everbright Bank

The Company refers to the announcement made on 2 December 2014 in relation to the Facility Agreement entered into with China Everbright Bank and wishes to announce that Wangcheng had made an early settlement of the loan amount of RMB17 million to China Everbright Bank on 2 July 2015. Wangcheng had made an early settlement of the loan amount to China Everbright Bank as it was offered a lower borrowing interest rate from Postal Bank. Therefore, Wangcheng had managed to lower its finance cost. This is in line with the Group’s policy to constantly review its borrowing plans so as to reduce its operation costs.

The Facility Agreement is not expected to have any material impact on the net tangible assets and earnings per share of the Group for the current financial year ending 30 June 2016.

By order of the Board

Chen Qiuhai
Executive Chairman and Chief Executive Officer
3 July 2015