



Yamada Green Resources Limited
(Company Registration No.
201002962E)
(Incorporated in the Republic of Singapore)

UPDATE ON THE PRODUCTION OF SYNTHETIC LOGS AND APPLICATION FOR LOGGING LICENCE

The Board of Directors of Yamada Green Resources Limited (the “Company” and together with its subsidiaries the “Group”) refers to the Company’s announcement dated 31 May 2012, the Board wishes to update that the Group has successfully obtained the logging licence from Longyan Municipal Bureau of Forestry, Fujian Province to harvest the eucalyptus trees from our eucalyptus plantations to produce sawdust as raw materials for the production of the synthetic logs.

The logging licence allows the Group to harvest eucalyptus trees from an aggregated plantation area of 5,534 mu (1 mu is equivalent to approximately 667 square metres). This will produce enough eucalyptus sawdust for more than half of the total synthetic logs used in FY2014 for our cultivation of shiitake mushrooms.

We expect this to lead to potential cost savings. In view of stricter government environmental protection policy in the PRC, the Group has acquired eucalyptus plantations to secure upstream resource sustainability and control production costs.

The logging licence will be valid until 21 April 2013. The Group will continue to apply for new licence to harvest mature eucalyptus trees in the subsequent years.

By obtaining this logging licence, it is not expected that there will be material impact on the earnings per share or the net tangible assets of the Company for the current financial year ending 30 June 2013.

By order of the Board

Chen Qiu Hai
Executive Chairman and CEO

25 February 2013