



Yamada Green Resources Limited

(Company Registration No. 201002962E)
(Incorporated in the Republic of Singapore)

ACQUISITION OF MATURE BAMBOO PLANTATIONS

The Board of Directors (the “Board”) of Yamada Green Resources Limited (the “Company” and together with its subsidiaries the “Group”) wishes to announce that Nanping Lijiashan Forestry Co., Ltd. (the “Lessee”), a wholly owned subsidiary of Nanping Yuanwang Foods Co., Ltd. which in turn a wholly owned subsidiary of the Company, has on 23 April 2013 entered into an agreement (the “Agreement”) with Villagers’ Committee of Yuantou Village, Shanxia Town, Pucheng County, Fujian Province, People’s Republic of China (the “Lessor”), to lease mature Moso bamboo plantations of 11,032 mu* (the “Plantations”) for 15 years with effect from 16 April 2013.

During the tenure of the Agreement, the Lessee owns harvesting rights to all produce from the Plantations including mature bamboo trees, spring bamboo shoots and winter bamboo shoots. The Lessee also has the right to rent out the Plantations or a portion of the Plantations to third parties with the Lessor’s consent.

The Plantations have the appropriate age profile and tree-density and it is expected that in a few months the Lessee would be able to harvest the produce from the Plantations. The harvest will include bamboo trees, winter shoots and spring shoots. Spring shoots which are not harvested grow into trees. The bamboo trees can be used in a variety of applications such as building and renovation materials and in textile, paper and pulp industries.

The total rent payable by the Lessee to the Lessor under the terms of the Agreement is approximately RMB59.3 million (equivalent to approximately SGD11.9 million**). Approximately 66.7% of the rent shall be payable to the Lessor by 20 May 2013 and the balance shall be payable to the Lessor by 20 May 2021.

The above transaction will be funded through internal resources and is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the financial year ending 30 June 2013.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction, saved for their interests arising by way of their directorships in the Company.

By Order of the Board

Chen Qiuhai
Executive Chairman and CEO

26 April 2013

*1 mu is equivalent to approximately 667 square metres

**Based on the exchange rate of RMB4.9776: SGD1.00 as at 24 April 2013