



Yamada Green Resources Limited

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

Yamada Green Resources Limited (the "Company") was listed on the Mainboard of the Singapore Exchange Securities Trading Limited on 8 October 2010. The initial public offering (the "IPO") of the Company was sponsored by DMG & Partners Securities Pte Ltd (the "Issue Manager"). The Issue Manager assumes no responsibility for the contents of this announcement.

ACQUISITION OF NON-MATURED EUCALYPTUS PLANTATIONS

Further to the announcement made on 1 December 2010, the Board of Directors of Yamada Green Resources Limited (the "Company") is pleased to announce that Zhangping Fengwang Agricultural Products Co., Ltd ("Fengwang"), a wholly owned subsidiary of Fuzhou Wangcheng Foods Development Co., Ltd. which in turn a wholly owned subsidiary of the Company, has on 23 December 2010 entered into agreements with:

- Villagers' Committee of Wulao Village, Xi'nan Town, Zhangping City and Huang Liexiang;
- Villagers' Committee of Jinju Village, Xi'nan Town, Zhangping City, Chen Zhenguang and Chen Chunlin;
- Villagers' Committee of Langche Village, Xi'nan Town, Zhangping City and Zhang Jiahua; and
- Villagers' Committee of Xiahe Village, Xi'nan Town, Zhangping City, Chen Liangmu, Chen Genmu and Chen Fumu

to purchase non-matured eucalyptus plantations and the corresponding forestry land use rights.

The non-matured eucalyptus plantations and the corresponding forestry land use rights have remaining tenures from 30 to 34 years and a total land area of 6,862 mu*. The non-matured eucalyptus plantations are expected to be matured for harvesting from 2013.

The total investment, including corresponding forestry land use rights, amounts to approximately **RMB33.6 million** (equivalent to approximately **SGD6.6 million****), of which an amount of approximately SGD5.3 million will be funded by the Group's internal resources. The Company intends to fund the remaining amount of approximately SGD1.3 million from the net proceeds from the IPO. 80% of the purchase price is to be paid by 31 December 2010 and the balance 20% of the purchase price is to be paid by 31 January 2011.

The transaction is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2010.

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 Qiu Hai
Executive Chairman and CEO

23 December 2010

*1 mu is equivalent to approximately 667 square metres

**Based on the exchange rate of RMB5.074: SGD1.00 as at 22 December 2010