



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.

EXPANSION OF SHIITAKE MUSHROOM CULTIVATION BASES

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 15 April 2011 entered into agreements with:

- Villagers' Committee of Wulao Village, Xi'nan Town, Zhangping City;
- Villagers' Committee of Kuantian Village, Xianghu Town, Zhangping City;
- Villagers' Committee of Tukeng Village, Xianghu Town, Zhangping City;
- Villagers' Committee of Xiadi Village, Xianghu Town, Zhangping City;
- Villagers' Committee of Xianghu Village, Xianghu Town, Zhangping City; and
- Villagers' Committee of Zatou Village, Xianghu Town, Zhangping City

to lease shiitake mushroom cultivation bases measuring approximately 1,678 mu*. The non-cancellable lease agreements are for a period of 17 years and Fengwang is entitled to use each plot of the cultivation bases between 25 September and 25 April each year starting from 25 September 2011. Upon signing of the agreements, the Company's total shiitake mushroom cultivation bases are expected to increase from approximately 2,614 mu to 4,292 mu.

The total investment, including construction costs of infrastructure at shiitake mushroom cultivation bases, the first year annual rental payment and rental prepayments for approximately 13 years, amounts to approximately **RMB24.0 million** (equivalent to approximately **SGD4.6 million****) which will be funded from the net proceeds from the IPO.

The expansion of the Company's mushroom cultivation bases is expected to contribute positively to the earnings per share of the Company but is not expected to have any material impact on the net tangible assets of the Company for the current financial year ending 31 December 2011.

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

18 April 2011

*1 mu is equivalent to approximately 667 square metres

**Based on the exchange rate of RMB5.2493: SGD1.00 as at 15 April 2011