



## Yamada Green Resources Limited

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

### Unaudited Financial Statements And Dividend Announcement for The First Quarter Ended 31 March 2011

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 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.

#### PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

##### 1(a)(i) A statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

<u>The Group</u>	3 Months Ended		Change %
	31 Mar 2011 RMB'000	31 Mar 2010 <sup>(1)</sup> RMB'000	
Revenue	164,033	124,809	31.4
Cost of sales	<u>(90,412)</u>	<u>(63,356)</u>	42.7
Gross profit	73,621	61,453	19.8
Other operating income	87	1,093	(92.0)
Gain from changes in fair value of biological assets	-	2,249	n/m
Selling and distribution expenses	(2,673)	(541)	394.1
Administrative expenses	(4,321)	(3,439)	25.6
Other operating expenses	<u>(2,233)</u>	<u>(1,578)</u>	41.5
Profit before income tax	64,481	59,237	8.9
Income tax expense	<u>(1,348)</u>	<u>(5,556)</u>	(75.7)
Profit after income tax	63,133	53,681	17.6
<b>Other comprehensive income</b>			
Currency translation differences	<u>1,277</u>	-	n/m
Total comprehensive income for the financial period	<u>64,410</u>	<u>53,681</u>	20.0

n/m – not meaningful

<sup>(1)</sup> The Company was incorporated in Singapore on 8 February 2010 under the name "Yamada Green Resources Pte. Ltd.". On 28 September 2010, the Company changed its name to "Yamada Green Resources Limited" in connection to its conversion to a public company limited by shares. The Company and its subsidiaries (the "Group") was formed pursuant to a restructuring exercise (the "Restructuring Exercise") undertaken prior to the

Company's listing on the Singapore Exchange Securities Trading Limited. Please refer to the Company's prospectus dated 29 September 2010 for further details on the Restructuring Exercise. For the purpose of this announcement, the comparative consolidated financial statements of the Group for the three months ended 31 March 2010 represent combined financial statements of the Group prepared based on common control accounting.

**1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.**

The Group's total comprehensive income for the financial period is derived after charging/(crediting):

	<b>31 Mar 2011</b> <b>RMB'000</b>	31 Mar 2010 RMB'000	Change %
Amortisation of land use rights	<b>296</b>	205	44.4
Amortisation of biological assets	<b>50,496</b>	31,551	60.0
Amortisation of prepayment	<b>943</b>	-	n/m
Depreciation of property, plant and equipment	<b>931</b>	796	17.0
Exchange loss/(gain), net	<b>1,305</b>	(77)	n/m
Interest income	<b>37</b>	6	516.7
Gain from changes in fair value of biological assets	-	2,249	n/m
Government grants	<b>50</b>	1,010	(95.0)

n/m – not meaningful

**1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.**

	The Group		The Company	
	As at 31 Mar 2011 RMB'000	As at 31 Dec 2010 RMB'000	As at 31 Mar 2011 RMB'000	As at 31 Dec 2010 RMB'000
<b>Non-current assets</b>				
Property, plant and equipment	18,994	18,946	9	-
Biological assets <sup>(1)</sup>	117,930	117,930	-	-
Land use rights	44,702	44,998	-	-
Investments in subsidiaries	-	-	73,205	72,156
Prepayments	20,137	19,119	-	-
	<b>201,763</b>	<b>200,993</b>	<b>73,214</b>	<b>72,156</b>
<b>Current assets</b>				
Biological assets <sup>(2)</sup>	9,309	56,635	-	-
Inventories	18,176	13,314	-	-
Trade and other receivables	145,970	35,288	46,850	44,498
Cash and bank balances	67,067	80,020	42,668	45,830
	<b>240,522</b>	<b>183,257</b>	<b>89,518</b>	<b>90,328</b>
<b>Less:</b>				
<b>Current liabilities</b>				
Trade and other payables	20,736	26,010	1,076	1,575
Current income tax payable	1,646	2,747	-	-
	<b>22,382</b>	<b>28,757</b>	<b>1,076</b>	<b>1,575</b>
<b>Net current assets</b>	<b>218,140</b>	<b>154,500</b>	<b>88,442</b>	<b>88,753</b>
<b>Non-current liability</b>				
Deferred tax liability	(8,419)	(8,419)	-	-
<b>Net assets</b>	<b>411,484</b>	<b>347,074</b>	<b>161,656</b>	<b>160,909</b>
<b>Capital and reserves</b>				
Share capital	135,176	135,176	135,176	135,176
Share-based payment reserve	2,077	2,077	2,077	2,077
Statutory reserve	24,045	24,045	-	-
Foreign currency translation account	542	(735)	2,706	380
Accumulated profits	249,644	186,511	21,697	23,276
<b>Total equity</b>	<b>411,484</b>	<b>347,074</b>	<b>161,656</b>	<b>160,909</b>

<sup>(1)</sup>This represents eucalyptus trees in plantation forest.<sup>(2)</sup>This represents shiitake mushroom synthetic logs and black fungus synthetic logs held by the Group.

**(b)(ii) Aggregate amount of group's borrowings and debt securities.**

**Amount repayable in one year or less, or on demand**

As at 31 Mar 2011		As at 31 Dec 2010	
Secured	Unsecured	Secured	Unsecured
Nil	Nil	Nil	Nil

**Amount repayable after one year**

As at 31 Mar 2011		As at 31 Dec 2010	
Secured	Unsecured	Secured	Unsecured
Nil	Nil	Nil	Nil

**Details of any collateral**

Not applicable.

**1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.**

<b><u>The Group</u></b>	<b>3 Months Ended</b>	
	<b>31 Mar 2011</b>	<b>31 Mar 2010</b>
	<b>RMB'000</b>	<b>RMB'000</b>
<b>Cash flow from operating activities</b>		
Profit before income tax	<b>64,481</b>	59,237
Adjustments for:		
Depreciation of property, plant and equipment	<b>931</b>	796
Amortisation of land use rights	<b>296</b>	205
Amortisation of biological assets <sup>(1)</sup>	<b>47,911</b>	31,551
Amortisation for prepayment	<b>943</b>	-
Gain arising from fair value changes in biological assets <sup>(2)</sup>	<b>-</b>	(2,249)
Unrealised (loss)/gain on foreign exchange	<b>549</b>	(94)
Interest income	<b>(37)</b>	(6)
Operating profits before working capital changes	<b>115,074</b>	89,440
Biological assets <sup>(1)</sup>	<b>(5,170)</b>	-
Inventories	<b>(4,862)</b>	(2,646)
Trade and other receivables	<b>(107,428)</b>	(24,804)
Trade and other payables	<b>(5,273)</b>	13,541
Cash (used in)/generated from operations	<b>(7,659)</b>	75,531
Interest received	<b>37</b>	6
Income taxes paid	<b>(2,449)</b>	(2,622)
Net cash (used in)/generated from operating activities <sup>(3)</sup>	<b>(10,071)</b>	72,915
<b>Cash flow from investing activities</b>		
Purchase of property, plant and equipment	<b>(979)</b>	(11)
Purchase of biological assets <sup>(2)</sup>	<b>-</b>	(48,441)
Purchase of land use rights	<b>-</b>	(25,598)
Prepayments	<b>(2,407)</b>	(1,700)
Net cash used in investing activities	<b>(3,386)</b>	(75,750)
Net change in cash and bank balances	<b>(13,457)</b>	(2,835)
Cash and bank balances at beginning of the financial period	<b>80,020</b>	5,049
Effect of foreign exchange rate changes in cash and bank balances	<b>(504)</b>	-
Cash and bank balances at end of the financial period	<b>67,067</b>	2,214

<sup>(1)</sup>This represents shiitake mushroom synthetic logs and black fungus synthetic logs held by the Group.

<sup>(2)</sup>This represents eucalyptus trees in plantation forest.

<sup>(3)</sup>The net cash used in operating activities in 3 months ended 31 March 2011 was mainly due to the Group had made advance payment for the material costs of shiitake mushroom synthetic logs of approximately RMB104.8 million.

1(d)(i)A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

<b><u>The Group</u></b>	<b>Share capital RMB'00</b>	<b>Share-based payment reserve RMB'000</b>	<b>Foreign currency translation account RMB'000</b>	<b>Statutory reserve RMB'000</b>	<b>Accumulated profits RMB'000</b>	<b>Total equity RMB'000</b>
<b>Balance as at 01.01.2010</b>	42,095	-	-	13,530	93,686	149,311
Adjustments arising from Group restructuring	(42,095)	-	-	-	-	(42,095)
Issue of new shares	135,176	-	-	-	-	135,176
Share-based payment reserve	-	2,077	-	-	-	2,077
Transfer to statutory reserve	-	-	-	10,515	(10,515)	-
Total comprehensive income for the financial year	-	-	(735)	-	103,340	102,605
<b>Balance as at 31.12.2010</b>	<b>135,176</b>	<b>2,077</b>	<b>(735)</b>	<b>24,045</b>	<b>186,511</b>	<b>347,074</b>
<b>Balance as at 01.01.2011</b>	135,176	2,077	(735)	24,045	186,511	347,074
Total comprehensive income for the financial period	-	-	1,277	-	63,133	64,410
<b>Balance as at 31.03.2011</b>	<b>135,176</b>	<b>2,077</b>	<b>542</b>	<b>24,045</b>	<b>249,644</b>	<b>411,484</b>

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<u>The Company</u>	Share capital RMB'000	Share-based payment reserve RMB'000	Foreign currency translation account RMB'000	Accumulated profit RMB'000	Total equity RMB'000
<b>Balance at incorporation date</b>	-*	-	-	-	-*
Issue of new shares	135,176	-	-	-	135,176
Share-based payment reserve	-	2,077	-	-	2,077
Total comprehensive income for the financial period	-	-	380	23,276	23,656
<b>Balance as at 31.12. 2010</b>	<u>135,176</u>	<u>2,077</u>	<u>380</u>	<u>23,276</u>	<u>160,909</u>
<b>Balance as at 01.01.2011</b>	135,176	2,077	380	23,276	160,909
Total comprehensive income/(loss) for the financial period	-	-	2,326	(1,579)	747
<b>Balance as at 31.03.2011</b>	<u>135,176</u>	<u>2,077</u>	<u>2,706</u>	<u>21,697</u>	<u>161,656</u>

\*Denotes amount less than RMB1,000

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

There were no changes in the Company's share capital during the period reported on.

There were no outstanding convertibles or treasury shares held as at 31 March 2011 and 31 December 2010.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	<b>As at 31 Mar 2011</b>	As at 31 Dec 2010
Total number of issued shares (excluding treasury shares)	<b>406,595,175</b>	406,595,175

- 1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

- 2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed by the Company's auditors.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the financial year ended 31 December 2010 except for the valuation of biological assets which will be undertaken at the end of financial year.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

Not applicable.



**6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

<b><u>The Group</u></b>	<b>3 Months Ended</b>	
	<b>31 Mar 2011</b>	<b>31 Mar 2010</b>
Net profit after tax attributable to equity holders of the Company (RMB'000)	<b>63,133</b>	53,681
Number of ordinary shares ('000)	<b>406,595</b>	331,683
Earnings per share (RMB cents) -basic/fully diluted	<b>15.5</b>	16.2

The Company had no dilutive equity instruments as at 31 March 2011 and 31 March 2010. Therefore, the fully diluted earnings per share for period ended 31 March 2011 and 31 March 2010 were the same as the basis earnings per shares for the period 31 March 2011 and 31 March 2010 respectively. The denominators used are the same as those detailed above for both basic and diluted earnings per share.

Basic earnings per share for the period ended 31 March 2011 is computed based on the weighted average number of shares in issue of 406,595,175 ordinary shares during the financial period. The weighted average number of ordinary shares represents the number of ordinary shares at the beginning of the financial year, adjusted for new ordinary shares issued during the financial period, multiplied by a time-weighted factor.

For comparative and illustration purposes, the earnings per share for the period ended 31 March 2010 computed above is based on the Company's pre-Invitation share capital of 331,683,218 ordinary shares.

**7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**  
**(a) current financial period reported on; and**  
**(b) immediately preceding financial year.**

<b><u>The Group</u></b>	<b>As at 31 Mar 2011</b>	<b>As at 31 Dec 2010</b>
Net asset value per share (RMB cents)	<b>101.2</b>	85.4
Number of ordinary shares ('000)	<b>406,595</b>	406,595
<b><u>The Company</u></b>	<b>As at 31 Mar 2011</b>	<b>As at 31 Dec 2010</b>
Net asset value per share (RMB cents)	<b>39.8</b>	39.6
Number of ordinary shares ('000)	<b>406,595</b>	406,595

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-**
- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
  - (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

## **STATEMENT OF COMPREHENSIVE INCOME**

### **Review of performance for the first quarter ended 31 March 2011 ("1Q2011")**

#### **Revenue**

Our revenue increased by approximately RMB39.2 million or 31.4%, from approximately RMB124.8 million in the three months ended 31 March 2010 ("1Q2010"), to approximately RMB164.0 million in 1Q2011.

The increase was mainly due higher sales of self-cultivated edible fungus such as shiitake mushrooms and black fungus, from approximately RMB90.5 million in 1Q2010 to approximately RMB128.1 million in 1Q2011, an increase of approximately RMB37.6 million or 41.5%. There were three factors (i) we operated approximately 2,614 mu of self-cultivated shiitake mushrooms farm land in 1Q2011 compared with approximately 2,213 mu in 1Q2010, (ii) revenue of approximately RMB4.6 million was generated from our newly-leased black fungus cultivation base, and (iii) the increase in average unit selling price of fresh produce of our self-cultivated shiitake mushroom from approximately RMB6.6 per kg in 1Q2010 to RMB7.0 per kg in 1Q2011, a rise of RMB0.40 per kg, or 6%.

The sales of processed food products increased by approximately RMB1.6 million or 4.7%, from approximately RMB34.3 million in 1Q2010 to approximately RMB35.9 million in 1Q2011. This arose from higher demand mainly from our export sales to the Japanese market and higher domestic sales, in particular, of dietary fibre food products including konjac-based processed food products, which increased by approximately RMB0.7 million, resulting from increased promotional efforts in the PRC.

#### **Gross profit and gross profit margin**

Our gross profit increased by approximately RMB12.1 million or 19.8%, from RMB61.5 million in 1Q2010 to RMB73.6 million in 1Q2011 which was in line with the increase in our revenue.

The gross profit margin decreased from approximately 49.2% in 1Q2010 to approximately 44.9% as a result of rising raw material cost of our processed food, in particular, bamboo shoots and other vegetables. The gross profit margin for our self-cultivation business segment decreased from approximately 54.9% in 1Q2010 to approximately 50.2% in 1Q2011 mainly due to the rising raw material cost of synthetic logs whereas our selling price of shiitake mushrooms did not increase in tandem.

#### **Other operating income**

Other operating income decreased by approximately RMB1.0 million which was mainly due to the decrease in government grants we received in 1Q2011. In 1Q2010, we received a RMB1.0 million award for our subsidiary, Fuzhou Wangcheng Foods Development Co., Ltd., as Agricultural Industrialisation Outstanding Dragon Head Enterprise for 2009 in Fujian Province, PRC.

### **Gain from changes in fair value of biological assets**

The fair value of our eucalyptus trees at each balance sheet date is obtained through an independent expert valuer. No valuation of our eucalyptus trees was done for the period ended 31 March 2011. Hence, there was no changes in fair value of biological assets recorded in 1Q2011. Our gain from changes in fair value of biological assets was approximately RMB2.2 million in 1Q2010 due to valuation done for IPO purpose. This was mainly attributable to the increase in plantation density of our eucalyptus trees plantations as the trees matured.

### **Operating expenses**

Selling and distribution expenses increased by approximately RMB2.1 million or 394.1%, from approximately RMB0.5 million in 1Q2010 to approximately RMB2.6 million in 1Q2011. This was mainly due to increase in sales commission paid to certain new customers who are also wholesalers of fresh shiitake mushrooms in an effort to increase our sales.

Administrative expenses increased by approximately RMB0.9 million or 25.6%, from RMB3.4 million in 1Q2010 to RMB4.3 million in 1Q2011. This was mainly attributable to the increase in salaries and salary-related costs such as social insurance contributions.

Other operating expenses increased by approximately RMB0.6 million or 41.5%, from RMB1.6 million in 1Q2010 to RMB2.2 million in 1Q2011. This was mainly due to unrealized foreign exchange losses of approximately RMB1.3 million on bank balances. The increase was partially offset by the decrease in maintenance cost of eucalyptus trees in our plantation forest of approximately RMB0.7 million as less maintenance are required for eucalyptus trees in plantation forest from the fourth year onwards.

### **Total comprehensive income for the period**

The resulting comprehensive income for the quarter under review increased by approximately RMB10.7 million or 20.0%, from approximately RMB53.7 million in 1Q2010 to approximately RMB64.4 million in 1Q2011.

### **STATEMENT OF FINANCIAL POSITION**

Our non-current assets increased by approximately RMB0.8 million or 0.4%, from RMB201.0 million as at 31 December 2010 to RMB201.8 million as at 31 March 2011. The increase was mainly due to an increase in advance payment made to Villagers' Committees for the maintenance cost of eucalyptus trees in our plantation forest and advance payment made to Villagers' Committees for the rental of black fungus cultivation bases.

Our current assets increased by RMB57.2 million or 31.2%, from RMB183.3 million as at 31 December 2010 to RMB240.5 million as at 31 March 2011. The increase was mainly due to (i) an increase in our trade and other receivables by approximately RMB110.7 million, being advances to suppliers for material costs of synthetic logs which will be used for the cultivation of our shiitake mushrooms during late September 2011 to April 2012 on approximately 4,292 mu cultivation bases, and (ii) an increase in our inventories by approximately RMB4.9 million which was in line with our increased production activities. This increase was partially offset by the amortisation of biological assets, namely shiitake mushroom synthetic logs, of approximately RMB45.4 million and decrease in cash and bank balances of approximately RMB13.0 million.

Our current liabilities decreased by approximately RMB6.4 million or 22.2%, from approximately RMB28.8 million as at 31 December 2010 to approximately RMB22.4 million as at 31 March 2011. This was mainly due to the decrease in trade payables of approximately RMB5.3 million and decrease in current income tax payables of approximately RMB1.1 million.

Our capital and reserves increased by approximately RMB64.4 million or 18.6% from RMB347.1 million as at 31 December 2010 to RMB411.5 million as at 31 March 2011 mainly due to the retention of net profit in 1Q2011.

## STATEMENT OF CASH FLOWS

### 1Q2011

We continued to maintain a strong financial position with approximately RMB67.1 million in cash and bank balances as at 31 March 2011.

In 1Q2011, net cash used in operating activities amounted to approximately RMB10.1 million compared with net cash generated from operating activities amounting to approximately RMB72.9 million in 1Q2010. We generated net cash of approximately RMB115.1 million from operating profits before working capital changes. Net cash used in working capital amounted to approximately RMB122.8 million. This was mainly due to (i) an increase in advances to suppliers of approximately RMB 104.8 million for material costs of synthetic logs which will be used for the cultivation of our shiitake mushrooms during late September 2011 to April 2012 on approximately 4,292 mu cultivation bases, (ii) purchase of black fungus synthetic logs for approximately RMB5.2 million, (iii) an increase in inventories of approximately RMB4.9 million and an increase in trade and other receivables of approximately RMB2.6 million, in line with the increase in our sales, and (iv) an decrease in trade and other payables of approximately RMB5.3 million. Our operating cash flow from operations was reduced by income taxes payment of approximately RMB2.4 million.

Net cash of approximately RMB3.4 million was used in investing activities for the purchase of property, plant and equipment of approximately RMB1.0 million, prepayment of maintenance cost of eucalyptus trees in our plantation forest of approximately RMB2.1 million and black fungus cultivation bases of approximately RMB0.3 million.

There were no financing activities in 1Q2011.

**9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.**

Our current results are in line with our statement made under paragraph 10 in our full year 2010 results announcement released on 25 February 2011.

**10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.**

We believe that the growing disposable income in the PRC as well as the greater emphasis towards green and healthy foods are factors that will create increased demand for some of our key products such as shiitake mushrooms and dietary fibre food products (including konjac-based processed food products).

To capitalise on potential growth opportunities, the Group will continue to execute its growth strategies such as expansion of shiitake mushroom cultivation base, expansion of production capacity, expansion of distribution network and securing upstream supply of sawdust for cultivation of shiitake mushroom.

The Group had leased additional shiitake mushroom cultivation bases of approximately 1,678 mu in April 2011 and intends to continue expanding its shiitake mushroom cultivation bases in 2011. Mindful of the rising land costs in China, the Group will be sensible in executing its expansion plans.

The Group will continue to seek opportunities to expand the range of self-cultivated products. In February 2011, the Group announced that it has commenced a feasibility study of small scale cultivation of black fungus with the leasing of black fungus cultivation plots measuring approximately 86 mu. The annual production capacity of fresh black fungus is estimated to be 2,800 tonnes. This recent investment will enable the Group to capitalise on its cultivation knowledge, experience and expertise.

Barring unforeseen circumstances, we are optimistic about our performance in FY2011.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

**12. If no dividend has been declared/recommendeded, a statement to that effect.**

No dividend has been declared or recommended for the three months ended 31 March 2011.

**13. Interested person transactions**

There has been no interested person transactions during the three months ended 31 March 2011.

**14. CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(5)**

The Board of Directors of Yamada Green Resources Limited (the "Company"), do hereby confirm that, to the best of its knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the first quarter ended 31 March 2011 to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD**

**Chen Qiuhai**  
**Executive Chairman and CEO**

3 May 2011