



YAMADA GREEN RESOURCES LIMITED
(Company Registration No. 201002962E)
(Incorporated in the Republic of Singapore)

EXPIRATION OF LEASE AGREEMENT IN RELATION TO BLACK FUNGUS CULTIVATION BASES

The board of directors (the “**Board**”) of Yamada Green Resources Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the lease of black fungus (木耳) cultivation bases entered into by Zhangping Fengwang Agricultural Products Co., Ltd (“Fengwang”), a wholly-owned subsidiary of the Company, with Village Committee of Zhenban Village, Xinqiao Town, Zhangping City, Fujian Province, has expired on 30 June 2014.

The lease agreement was entered into for the purpose of feasibility study on the cultivation of black fungus. The term of the agreement was for the leasing of 86 mu* of black fungus cultivation bases with an annual production capacity of approximately 2,800 tonnes of fresh black fungus from 1 February 2011 to 30 June 2014.

Following a review of the Group’s growth strategy, the Board has decided not to renew the aforesaid lease after its expiration.

The expiration of the lease is not expected to have any material impact on the net tangible assets of the Company for the current financial year ending 30 June 2015.

None of the directors or substantial shareholders of the Company have any interest, direct or indirect, in the above transaction, other than through their directorships or respective shareholdings in the Company (if any).

*1 mu is equivalent to approximately 667 square meters

By order of the Board

Chen Qiu Hai
Executive Chairman and Chief Executive Officer
10 October 2014