YAMADA GREEN RESOURCES LIMITED

(Company Registration No. 201002962E)

(Incorporated in the Republic of Singapore)

COMPULSORY ACQUISITION OF LAND AND BUILDINGS

Unless otherwise specified, all capitalized terms used herein shall have the meanings ascribed to them in the Company's.announcements dated 19 January 2022, 26 July 2022 and 10 January 2023 (the "Acquisition Announcements")

The Board of Directors (the "**Board**") of Yamada Green Resources Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the Acquisition Announcements and wishes to update that further to the notification dated 10 January 2023 from the Zhangping Municipal government to Fengwang of its plans to acquire Fengwang's' land and buildings (the "**Acquired Assets**") located at Luoan Food Industrial Park Houfu Village, Guilin Street Zhangping City Fujian Province, the People's Republic of China, for purposes of redevelopment planning (the "**Compulsory Acquisition**"), Fengwang has entered into an acquisition agreement with Zhangping City Land Management Center 漳平市土地征收储备中心 (representing the Zhangping Municipal government) and Fujian Zhangping Industrial Park Management Committee 福建漳平工业园区管理委员会 (the "**Acquisition Agreement**") setting out the terms of the Compulsory Acquisition.

Rule 1006 of the SGX-ST Listing Manual

The relative figures of the Compulsory Acquisition computed on the bases set out in Rule 1006(a) to (e) of the Listing Manual are as follows:-

(a)	net asset value of the assets to be disposed of compared to group's net asset value. This is not applicable to an acquisition of assets	1.28%(1)
(b)	net loss(2) attributable to the assets acquired or disposed of, compared with the group's net profits(2)	-108%(3)
(c)	aggregate value of the consideration given or received, compared with the issuer's market capitalization	6.67%(4)
(d)	number of equity securities issued by the issuer as consideration for an acquisition, compared with the number of equity securities previously in issue	Not Applicable

(e)	The aggregate volume or amount of proved and probable reserves to be disposed of, compared with the aggregate of the Group's proved and probable reserves. This basis is applicable to a disposal of mineral, oil or gas assets by a mineral, oil and gas company, but not to an acquisition of such assets.	Not Applicable

NOTES:

(1) The net asset value of the land and buildings to be disposed is RMB3,639,000 against the group's net asset value of RMB 284,138,000 as per the Group's latest announced financial statement for the period ending 31 December 2022 ("**2QFY2023**"').

(2) Under Rule 1002(3)(b), "net profits" means profit or loss before income tax, minority interests and extraordinary items.

(3) Determined by dividing the net loss of Fengwang of approximately RMB108,000 by the Group's consolidated net profit of RMB100,000 as per the latest announced financial statements of the Group for 2QFY2023.

(4) Based on the aggregate value of the Acquisition Consideration of approximately RMB8,000,000 (approximately S$ 1,556,000) (based on an exchange rate of S$1:RMB 5.14) and the market capitalisation of the Company of S$23,337,000 as at 10 March 2023 (being the market day preceding the date of the Acquisition Agreement). Under Rule 1002(5), the market capitalisation of the Company is determined by multiplying the number of shares in issue and the closing market price of $0.132 per share on 10 March 2023.

The Company wishes to highlight that the Compulsory Acquisition is not a disposal by the Company under Chapter 10 of the Listing Manual. It is a compulsory acquisition of the Acquired Assets by the Zhangping Municipal government under its authority. However the Company is guided the disclosure guidelines under Chapter 10 in making this announcement for shareholders' information.

Information to be announced under Rules 1010 and 1013

(1) Particulars of the assets acquired

Zhangping Municipal government is acquiring Fengwang's' land and buildings located at Luoan Food Industrial Park Houfu Village, Guilin Street consisting the land use rights to a land area of 19,678.0 ㎡ together with the ownership of buildings and attachments on the land.

(2) A description of the trade carried on

Fengwang was principally engaged in the business of rental of its investment properties.

(3) The aggregate value of the consideration, including factors taken into consideration in arriving at the value of the consideration

The total consideration for the Compulsory Acquisition is RMB8,000,000, equivalent to approximately S$1,556,000 million (based on an exchange rate of S$1:RMB5.14) (the "Acquisition Consideration"). The Acquisition Consideration shall be paid to Fengwang as follows:

(a) 20% within 15 days from the date of the Acquisition Agreement;
(b) 80% within 15 days from the date of the completion of the Compulsory Acquisition.

(4) Any material conditions, including put and call options

Fengwang is to deliver the Acquired Assets within 30 days from the receipt of the first payment after the execution of the Acquisition Agreement.

(5) The value of the assets being acquired

The net book value of the Acquired Assets is RMB3,639,000 as per the latest announced financial results of the Group for 2QFY2023.

(6) The amount of gain or loss from disposal

The excess of the Acquisition Consideration over the book value accordingly the gain from the Compulsory Acquisition is RMB4,361,000. The Group intends to use the Acquisition Consideration for working capital purpose.

(7) The net profits attributable to the assets being acquired

The net loss attributable to the Acquired Assets is RMB108,000, based on the latest announced financial result of the Group for 2QFY2023.

(8) The effect of the transaction on the net tangible assets per share of the issuer for the most recently completed financial year, assuming that the transaction had been effected at the end of that financial year

The net tangible assets per share of the Company and the Group as at the end of the financial year ended 30 June 2022 ("**FY2022**") is as follows:

	<------Company----->		**←-------Group------->**	
	FY2022	**After the Compulsory Acquisition**	**FY2022**	**After the Compulsory Acquisition**
NTA per share (RMB cents)	159.5	159.5	160.6	158.6

(9) The effect of the transaction on the earnings per share of the issuer for the most recently completed financial year, assuming that the transaction had been effected at the beginning of that financial year

The earnings per share of the Company and the Group for financial year ended 30 June 2022 is as follows:

	←-------Company------->		**←-------Group------->**	
	FY2022	**After the Compulsory Acquisition**	**FY2022**	**After the Compulsory Acquisition**
Earnings per share (RMB cent)	-5.8	-5.8	1.5	3.9

(10) The rationale for the transaction including the benefits which are expected to accrue to the issuer as a result of the transaction

The Compulsory Acquisition is carried out by Zhanping Municipal government for purposes of redevelopment planning.

(11) Whether any director or controlling shareholder has any interest, direct or indirect, in the transaction and the nature of such interests

None of the Directors or controlling shareholders has any interest, direct or indirect, in the transaction.

(12) Details of any service contracts of the directors proposed to be appointed to the issuer in connection with the transaction

Nil.

Documents for Inspection

The Acquisition Agreement dated 13 March 2023 is available for inspection during normal business hours at 7 Temasek Boulevard, #32-01 Suntec Tower One, Singapore 038987 for three (3) months from the date hereof.

By Order of the Board

Chen Qiuhai
Executive Director and Chief Executive Officer
13 March 2023