YAMADA GREEN RESOURCES LIMITED

(Company Registration Number 201002962E)
(Incorporated in the Republic of Singapore)

UNAUDITED FINANACIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FULL YEAR ENDED 30 JUNE 2020

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

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

	Group					
	3-months period ended 30 June			12-months year ended 30 June		
	FY2020 (Unaudited) RMB'000	**FY2019 (Unaudited) RMB'000**	**Increase / (Decrease) %**	**FY2020 (Unaudited) RMB'000**	**FY2019 (Unaudited) RMB'000**	**Increase / (Decrease) %**
Revenue	16,243	9,443	72.0	75,585	61,358	23.2
Cost of sales	(11,745)	(19,321)	(39.2)	(62,924)	(71,065)	(11.5)
Gross results	4,498	(9,878)	n.m.	12,661	(9,707)	n.m.
Revenue from investment properties	1,268	1,083	17.1	5,267	5,058	4.1
Other operating income	13,964	4,975	180.7	21,251	4,413	381.6
Selling and distribution expenses	(401)	(589)	(31.9)	(1,039)	(1,540)	(32.5)
Administrative expenses	(3,404)	(2,772)	22.8	(16,694)	(16,652)	0.3
Other operating expenses	(7,037)	(15,880)	(55.7)	(7,572)	(15,880)	(52.3)
Finance costs	(91)	(100)	(9.0)	(391)	(404)	(3.2)
Share of loss of associates classified as held for sale	-	(76)	n.m.	-	(309)	n.m.
Profit / (loss) before taxation	8,797	(23,237)	n.m.	13,483	(35,021)	n.m.
Taxation	(6,710)	17	n.m.	(6,730)	17	n.m.
Total profit / (loss) for the period	2,087	(23,220)	n.m.	6,753	(35,004)	n.m.
Other comprehensive income						
Item that will never be reclassified subsequently to profit or loss						
Revaluation of property, plant and equipment - leasehold properties, net of tax	3,610	2,355	53.3	3,610	2,355	53.3
Total comprehensive income	3,610	2,355	53.3	3,610	2,355	53.3
Total comprehensive income / (loss) for the period attributable to:						
Owners of the Company	5,697	(20,865)	n.m.	10,363	(32,649)	n.m.

	Group			
	3-months period ended 30 June		12-months year ended 30 June	
	FY2020 (Unaudited) RMB'000	**FY2019 (Unaudited) RMB'000**	**FY2020 (Unaudited) RMB'000**	**FY2019 (Unaudited) RMB'000**
Earnings / (loss) per share (RMB cent)				
- Basic	1.2	(13.1)	3.8	(19.8)
- Diluted	1.2	(13.1)	3.8	(19.8)

*n.m. – not meaningful

The profit / (loss) before taxation of the group is arrived at after (charging)/crediting the following:

	Group					
	3-months period ended 30 June			12-months year ended 30 June		
	FY2020 (Unaudited) RMB'000	**FY2019 (Unaudited) RMB'000**	**Increase / (Decrease) %**	**FY2020 (Unaudited) RMB'000**	**FY2019 (Unaudited) RMB'000**	**Increase / (Decrease) %**
Amortisation of land use rights	405	(135)	n.m.	-	(542)	n.m.
Amortisation of intangible assets	(6)	(5)	20.0	(23)	(13)	76.9
Depreciation of property, plant and equipment	2,054	(1,096)	n.m.	(172)	(4,391)	(96.1)
Depreciation of right of use assets	(3,361)	-	n.m.	(3,361)	-	n.m.
Interest expense	(91)	(100)	(9.0)	(391)	(404)	(3.2)
Reversal of write-down of inventories to net realisable value	1,274	-	n.m.	1,274	-	n.m.
Included in other operating income						
Exchange (loss) / gain, net	(817)	600	n.m.	385	305	26.2
Fair value gain / (loss) on investment properties	14,069	(1,259)	n.m.	14,069	(1,259)	n.m.
Government subsidies	401	-	n.m.	419	50	738.0
Interest income	25	3	733.3	58	8	625.0
Included in other operating expenses						
Impairment of investments in associates classified as held for sale	-	(3,181)	n.m.	-	(3,181)	n.m.
Impairment of land use right	-	(3,770)	n.m.	-	(3,770)	n.m.
Impairment of right of use assets	(6,962)	-	n.m.	(6,962)	-	n.m.
Property, plant and equipment written off	(25)	(1)	2,500.0	(27)	(1)	2,600.0
Write-down of inventories to net realisable value	-	(1,274)	n.m.	-	(1,274)	n.m.

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

	Group		Company	
	30 June 2020 (Unaudited) RMB'000	30 June 2019 (Audited) RMB'000	30 June 2020 (Unaudited) RMB'000	30 June 2019 (Audited) RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	1,039	63,976	1	2
Land use rights	-	18,618	-	-
Right-of-use assets	48,238	-	-	-
Intangible assets	80	70	-	-
Investment properties	230,916	180,698	7,364	7,770
Investments in subsidiaries	-	-	149,762	149,762
Investments in associates	-	-	-	-
Total non-current assets	280,273	263,362	157,127	157,534
Current assets				
Inventories	20,754	23,833	-	-
Trade and other receivables	8,925	25,306	146,458	146,595
Prepayments	1,928	86	87	86
Cash and bank balances	22,364	12,901	149	521
	53,971	62,126	146,694	147,202
Associates classified as held for sale	30,080	39,933	-	-
Total assets	**364,324**	**365,421**	**303,821**	**304,736**
Equity				
Share capital	322,210	322,210	322,210	322,210
Share-based payment reserve	2,016	2,016	2,016	2,016
Statutory reserve	72,449	71,135	-	-
Revaluation reserve	41,740	38,130	-	-
Other reserve	29,349	29,349	-	-
Accumulated losses	(168,068)	(173,507)	(33,474)	(28,912)
Total equity attributable to owners of the Company	299,696	289,333	290,752	295,314
LIABILITIES				
Non-current liabilities				
Bank borrowings	4,673	5,078	4,673	5,078
Deferred tax liabilities	39,214	32,805	-	-
Total non-current liabilities	43,887	37,883	4,673	5,078
Current liabilities				
Trade and other payables	18,347	34,835	8,002	3,974
Bank borrowings	2,394	3,370	394	370
Total current liabilities	20,741	38,205	8,396	4,344
Total liabilities	**64,628**	**76,088**	**13,069**	**9,422**
Total equity and liabilities	**364,324**	**365,421**	**303,821**	**304,736**

Note:

The Company refers to its announcements made on 23 and 29 April 2019, 21 June 2019, 4 September 2019 and 30 October 2019 in relation to the disposal by its wholly-owned subsidiary, Fujian Wangsheng ("Wangsheng") of its 45% equity interest in the registered capital of its associate, Fujian Tianwang Foods Co., Ltd. ("Tianwang"). Pursuant to the Revised Agreement, the Purchaser shall pay Wangsheng the consideration of RMB39,933,000 ("Consideration") in accordance with the terms and conditions of the Revised Agreement. Under the Revised Agreement, the Purchaser shall pay its wholly-owned subsidiary, Fujian Wangsheng, at least RMB13,311,000 within 1 year from the date the Company obtains shareholders' approval for the Proposed Disposal. On 20 May 2020, the Company announced that the Purchaser has paid an aggregate amount of RMB9.85 million to Wangsheng. Further to the payment received, Wangsheng has transferred 11.1038% of the equity interest in the registered capital of Tianwang to the Purchaser, which corresponds to the proportion of the Consideration paid. As at 21 August 2020, the Purchaser has paid an aggregate amount of RMB13.37 million to Wangsheng which represented the full payment of the RMB13,311,000 payment to be made by the Purchaser in advance of the 31 October 2020 deadline in accordance with the Revised Agreement.

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

Amount repayable in one year or less, or on demand

As at 30 June 2020 (Unaudited)		As at 30 June 2019 (Audited)	
Secured (RMB'000)	**Unsecured (RMB'000)**	**Secured (RMB'000)**	**Unsecured (RMB'000)**
2,394	NA	3,370	NA

Amount repayable after one year

As at 31 Mar 2020 (Unaudited)		As at 30 June 2019 (Audited)	
Secured (RMB'000)	**Unsecured (RMB'000)**	**Secured (RMB'000)**	**Unsecured (RMB'000)**
4,673	NA	5,078	NA

Details of any collateral

The Company's wholly-owned subsidiary, Fujian Wangsheng Industrial Co., Ltd. ("Wangsheng"), has entered into a multiple credit facility agreement dated 26 February 2019 with China Everbright Bank in relation to a credit facility of up to an aggregate principal amount of RMB50 million to be granted by the China Everbright Bank commencing from 26 February 2019 to 25 February 2022 (the "Facility Agreement"). Wangsheng has pledged its factory and office building in Houyu Jingxi Town, Minhou County, Fuzhou City, Fujian Province as security under the Facility Agreement.

In addition, Wangsheng also has been granted a credit facility (the "Facility") of up to an amount of RMB15 million from 1 November 2019 to 31 October 2022 by the Postal Savings Bank of China. Mr Chen Qiuhai, the Executive Director and Chief Executive Officer of the Company has provided a personal guarantee for payment of all monies and liabilities owing by Wangsheng to Postal Savings Bank of China up to RMB15 million. Wangsheng has pledged partial factories and buildings in Minhou County, Fuzhou City, Fujian Province as security pursuant to the Facility.

Wangsheng drew down an aggregate amount of RMB4.0 million from the amount granted by Postal Savings Bank of China for general working capital purposes during November 2019. Subsequently, Wangsheng has repaid partial loan amount of RMB2.0 million in May 2020.

In addition, the Company has taken a mortgage loan of approximately S$1.3 million granted by Hong Leong Finance in 2016 to finance the acquisition of an office unit at PLUS (formerly known as GSH Plaza) in Singapore ("Acquisition"). The tenure of the loan is 15 years. The office unit at PLUS in Singapore has been classified as an investment property to earn rental income. On 14 July 2020, the Company has accepted a letter of offer which stipulated the variation of terms of the mortgage loan from Hong Leong Finance.

As at 30 June 2020, the Group's outstanding loan amount was approximately RMB7.1 million, of which approximately RMB2.4 million is repayable within 1 year and the rest of the loan amount is repayable after 1 year.

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

	Group			
	3-months period from Apr to June		12-months period from Jul to June	
	FY2020 (Unaudited) RMB'000	**FY2019 (Unaudited) RMB'000**	**FY2020 (Unaudited) RMB'000**	**FY2019 (Unaudited) RMB'000**
Cash flows from operating activities:				
Profit / (loss) before taxation	8,797	(23,237)	13,483	(35,021)
Adjustments for:				
Amortisation of land use rights	(405)	135	-	542
Amortisation of intangible assets	6	5	23	13
Depreciation of property, plant and equipment	(2,054)	1,096	172	4,391
Depreciation of right of use assets	3,361	-	3,361	-
Fair value (gain) / loss on investment properties	(14,069)	1,259	(14,069)	1,259
Impairment of land use right	-	3,770	-	3,770
Impairment of investments in associates classified as held for sale	-	3,181	-	3,181
Impairment of right of use assets	6,962	-	6,962	-
Interest expense	91	100	391	404
Interest income	(25)	(3)	(58)	(8)
Property, plant and equipment written off	25	1	27	1
Reversal of write-down of inventories to net realisable value	(1,274)	-	(1,274)	-
Write-down of inventories to net realisable value	-		-	1,274
Share of loss of associates classified as held for sale	-	76	-	309
Exchange (gain) / loss	25	(600)	(240)	(305)
Operating cash flow before working capital changes	1,440	(12,943)	8,778	(20,190)
Working Capital Changes:				
Inventories	(2,666)	3,538	4,353	2,712
Trade and other receivables	3,465	33,065	14,539	29,554
Trade and other payables	(5,196)	(21,745)	(16,488)	(6,373)
Cash generated from operations	(2,957)	1,915	11,182	5,703
Interest received	25	3	58	8
Income tax paid	(134)	(89)	(154)	(110)
Net cash (used in) / generated from operating activities	(3,066)	1,829	11,086	5,601
Cash flows from investing activities:				
Acquisition of property, plant and equipment	(3,982)	(1,259)	(9,911)	(2,654)
Acquisition of intangible assets	-	-	(33)	(48)
Receipts from disposal of investment in associate	9,853	-	9,853	-
Net cash generated from / (used in) investing activities	5,871	(1,259)	(91)	(2,702)
Cash flows from financing activities:				
Proceeds from bank borrowings	-	3,000	4,000	3,670
Repayment of bank borrowings	(2,099)	(3,195)	(5,381)	(4,340)
Interest paid	(91)	(100)	(391)	(404)
Net cash used in financing activities	(2,190)	(295)	(1,772)	(1,074)
Net increase in cash and cash equivalents	615	275	9,223	1,825
Cash and cash equivalents at beginning of the financial period	21,671	11,795	12,901	10,540
Effect of foreign exchange rate changes on cash and cash equivalents	78	831	240	536
Cash and cash equivalents at end of the financial period	22,364	12,901	22,364	12,901

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 capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group						
(RMB'000)	**Share capital**	**Other reserve – non distributable**	**Share-based payment reserve**	**Statutory reserve**	**Revaluation reserve**	**Accumulated losses**	**Total equity**
FY2020 (Unaudited)							
Balance at 1 July 2019	322,210	29,349	2,016	71,135	38,130	(173,507)	289,333
Profit for the financial year, representing total comprehensive income for the financial year	-	-	-	-	3,610	6,753	10,363
Others							
Transfer to statutory reserve	-	-	-	1,314	-	(1,314)	-
	-	-	-	1,314	-	(1,314)	-
Balance as at 30 June 2020	322,210	29,349	2,016	72,449	41,740	(168,068)	299,696
FY2019 (Unaudited)							
Balance at 1 July 2018	322,210	-	2,016	71,135	35,775	(138,503)	292,633
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	-	-	2,355	(35,004)	(32,649)
Contribution by and distribution to owners of the Company							
Transfer to other reserve	-	29,349	-	-	-	-	29,349
	-	29,349	-	-	-	-	29,349
Balance as at 30 June 2019	322,210	29,349	2,016	71,135	38,130	(173,507)	289,333

	Company			
(RMB'000)	**Share capital**	**Share based payment reserve**	**Accumulated losses**	**Total equity**
FY2020 (Unaudited)				
Balance as at 1 July 2019	322,210	2,016	(28,912)	295,314
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	(4,562)	(4,562)
Total comprehensive loss for the year	-	-	(4,562)	(4,562)
Balance as at 30 June 2020	322,210	2,016	(33,474)	290,752

(RMB'000)	Company			
	Share capital	Share based payment reserve	Accumulated losses	Total equity
FY2019 (Unaudited)				
Balance as at 1 July 2018	322,210	2,016	(23,695)	300,531
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	(5,217)	(5,217)
Total comprehensive loss for the year	-	-	(5,217)	(5,217)
Balance as at 30 June 2019	322,210	2,016	(28,912)	295,314

1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-backs, exercise of share option 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 the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings 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. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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 are no changes to the share capital of the Company since 30 June 2019.

The Company has no outstanding convertibles, treasury shares and subsidiary holdings as at 30 June 2019 and 30 June 2020.

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.

	Group		Company	
	30 June 2020 (Unaudited)	30 June 2019 (Audited)	30 June 2020 (Unaudited)	30 June 2019 (Audited)
Total number of issued shares	176,798,164	176,798,164	176,798,164	176,798,164
Less: Treasury shares	-	-	-	-
Total number of issued shares excluding treasury shares	176,798,164	176,798,164	176,798,164	176,798,164

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.

There are no treasury shares held by the Company as at 30 June 2020.

1(d)(v) A statement showing all sales, transfers, disposal, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.

The Company did not have any subsidiary holdings as at the end of the current financial period reported on.

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

The figures have neither been audited nor 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).

The figures have neither been audited nor reviewed by the Company's auditors.

3A. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:—

(a) Updates on the efforts taken to resolve each outstanding audit issue.

As stated in the auditor's report dated 30 September 2019 on the financial statements of the Company for the year ended 30 June 2019, the opening balances of these financial statements were qualified to the extent of the possible spill over of the effect on the disclaimer of opinion in FY2017 and FY2018 onto the financial statements for the financial year ended 30 June 2019.

Management has advised the Board that there have been no further developments arising from these opening balances. Consequently, there has been no financial impact on the comparative figures for the year ended 30 June 2020 nor on the consolidated statement of profit or loss and other comprehensive income for the year then ended and no impact on the statements of financial positions of the Group and the Company as at 30 June 2020.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

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 those of the financial statements for the financial year ended 30 June 2019.

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 reason for, and the effect of, the change.

The following are the mandatory standards, amendments and interpretations to existing standards that have been published, and are relevant to the Group's accounting periods beginning on or after 1 July 2019: -

- SFRS(I) 16 Leases
- Amendments to SFRS(I) 9 Prepayment Features with Negative Compensation
- SFRS(I) INT 23 Uncertainty Over Income Tax Treatments
- SFRS(I) 1-19 Plan Amendment: Curtailment or Settlement
- SFRS(I) 3 Amendments to SFRS(I) 3: Definition of a Business
- SFRS(I) 1-1, SFRS(I) 1-8 Amendments to SFRS(I) 1-1 and SFRS(I) 1-8: Definition of Material

The adoption of these SFRS(I) standards did not have material impact on the financial performance or position of the Group, except for SFRS(I) 16 Leases.

The effects of adoption of SFRS(I) 16 on the Group's financial statements at 1 July 2019 are as follows:

	Increase/(decrease) RMB'000
Non-current assets	
Investment properties	**1,424**
Property, plant and equipment	**(62,162)**
Land use rights	**(18,618)**
Right-of-use assets	**79,356**

Under SFRS(I) 16, land use rights of the Group shall be reclassified as ROU assets at date of initial application, i.e. 1 July 2019, at its carrying amount. However, based on SFRS(I) 16, ROU assets related to investment property under SFRS(I) 1-40 shall be presented in the statement of financial position as investment property.

Apart from the property held by a subsidiary, Fujian Wangsheng Industrial Co., Ltd., in 厚屿 ("Houyu"), the remaining land use rights of the Group comprised both properties held to earn rentals or for capital appreciation and another portion that is held for own use which is not insignificant. Accordingly, under SFRS(I) 1-40, the Group has classified the land use rights relating to both properties as PPE-ROU assets at date of the initial application, i.e. 1 July 2019.

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

	Group			
	3-months period ended 30 June		12-months ended 30 June	
	FY2020 (Unaudited)	**FY2019 (Unaudited)**	**FY2020 (Unaudited)**	**FY2019 (Unaudited)**
Total profit/(loss) for the year (RMB'000)	2,087	(23,220)	6,753	(35,004)
Basic earnings/(loss) per share (RMB cent)	1.2	(13.1)	3.8	(19.8)
Diluted earnings/(loss) per share (RMB cent)	1.2	(13.1)	3.8	(19.8)

Explanatory notes:

Earnings/(loss) per share is calculated based on the Group's total profit/(loss) for the year divided by the issued share capital of the Company of 176,798,164 (2019: 176,798,164) shares for the year under review.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:
(a) current financial year reported on; and
(b) immediately preceding financial year.

	Group		**Company**	
	30 June 2020 (Unaudited)	**30 June 2019 (Audited)**	**30 June 2020 (Unaudited)**	**30 June 2019 (Audited)**
Net Asset Value per share (RMB cents)	169.5	163.7	164.5	167.0

The net asset value per ordinary share of the Group and the Company as at 30 June 2020 and 30 June 2019 was calculated based on the issued share capital of the Company of 176,798,164 as at 30 June 2020 and 30 June 2019.

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.

Review of Performance

Q4FY2020 vs Q4FY2019

Our revenue is derived from our food processing business. In the fourth quarter ended 30 June 2020 ("Q4FY2020"), revenue increased by RMB6.8 million from RMB9.4 million to RMB16.2 million in Q4FY2020 due to the increase in sales to both domestic and overseas customers. The increase in sales to domestic customers was attributable to higher sales volume and average selling price of konjac jelly. Meanwhile, the increase in sales to overseas customers was achieved on the back of higher sales volume of processed mushroom and bamboo shoots.

Cost of sales decreased by RMB7.6 million to RMB11.7 million in Q4FY2020 as compared to RMB19.3 million in the fourth quarter ended 30 June 2019 ("Q4FY2019") due mainly to a decrease in cost of raw materials coupled with lower depreciation charges as a number of factory buildings which were rented out in the second quarter ended 31 December 2019 have been reclassified as investment properties.

The Group recorded gross profit of RMB4.5 million in Q4FY2020 compared to gross loss of RMB9.9 million in Q4FY2019 due mainly to higher sales volume and average selling price coupled with lower cost of sales as a result of decrease in cost of raw materials and depreciation charges. As a result of the above, gross profit margin improved from a gross loss margin in Q4FY2019 to a gross profit margin of 27.7% in Q4FY2020.

Revenue from investment properties recorded marginal increase of RMB0.2 million to RMB1.3 million in Q4FY2020 as compared to RMB1.1 million in Q4FY2019 due to increase in space rented out during the financial period.

Other operating income increased by RMB9.0 million from RMB5.0 million in Q4FY2019 to RMB14.0 million in Q4FY2020 due mainly to fair value gain of investment properties recognised during the financial period. During the financial period, independent valuation experts were appointed to assess the fair value of the investment properties and leasehold properties of the Group. In addition, other operating income recorded in Q4FY2020 also comprised of interest income, government subsidies, foreign exchange gain and other miscellaneous income.

Selling and distribution costs recorded a marginal decrease of RMB0.2 million from RMB0.6 million in Q4FY2019 to RMB0.4 million in Q4FY2020.

Administrative expenses increased by RMB0.6 million or 21.4% from RMB2.8 million in Q4FY2019 to RMB3.4 million in Q4FY2020 due mainly to higher staff and related costs and research expenditure (relating to the research on ready-to-eat seasoning product that are at its each early stages of research phase).

Other operating expenses decreased by RMB8.9 million from RMB15.9 million in FY2019 to RMB7.0 million in FY2020 due mainly to no fair value loss of investment properties, write down of inventories to net realizable value and impairment of associates classified as held for sale recorded during the financial period. Other operating expenses recorded in FY2020 comprised of impairment of right of use assets, cost of raw materials and other miscellaneous expenses. Impairment of right of use assets was due to write back of assets comprising leasehold properties and land use rights due to lower valuation in FY2020 as compared to FY2019 after offsetting past year's accumulated valuation surpluses in equity.

The Group recorded finance costs of RMB0.1 million in both Q4FY2020 and Q4FY2019.

The Group recorded deferred income tax expenses on the fair value of its investment properties of RMB6.7 million in Q4FY2020 out of which RMB3.2 million relates to an adjustment brought forward from prior year due to an under provision of deferred income tax liabilities on the fair value of its investment properties.

As a result of the above, the Group recorded a profit after tax of RMB2.1 million for Q4FY2020, as compared to a loss after tax of RMB23.2 million for Q4FY2019.

FY2020 vs FY2019

For the financial year ended 30 June 2020 ("FY2020"), our revenue increased by RMB14.2 million from RMB61.4 million for the financial year ended 30 June 2019 ("FY2019") to RMB75.6 million for FY2020. This was due to the increase in sales to both domestic and overseas customers. The increase in sales to domestic customers was attributable to higher sales volume and average selling price of processed bamboo shoots, processed mushroom and konjac jelly. Meanwhile, the increase in sales to overseas customers was achieved on the back of higher sales volume of processed mushroom and bamboo shoots. Management was able to get its Japanese customers to accept an increase in its selling price in FY2020 after much negotiation.

Cost of sales decreased by RMB8.2 million to RMB62.9 million in FY2020 as compared to RMB71.1 million in FY2019 due mainly to a decrease in cost of raw materials coupled with lower depreciation charges as a number of factory buildings which were rented out during the second quarter ended 31 December 2019 have been reclassified as investment properties. The decrease in cost of raw materials in FY2020 compared to FY2019 was due mainly to over-supply of raw materials and better price negotiation by management.

The Group recorded gross profit of RMB12.7 million in FY2020 as compared to a gross loss of RMB9.7 million in FY2019 due mainly to higher sales volume and average selling price. As a result of the above, gross profit margin improved from a gross loss margin in FY2019 to a gross profit margin of 16.8%in FY2020.

Revenue from investment properties recorded a marginal increase of RMB0.2 million to RMB5.3 million in FY2020 as compared to RMB5.1 million in FY2019 due to increase in space rented out during the financial period.

Other operating income increased by RMB16.9 million from RMB4.4 million in FY2019 to RMB21.3 million in FY2020 due mainly to penalty payment receipt and fair value gain of investment properties recognised during the financial period. During the financial period, independent valuation experts were appointed to assess the fair value of the investment properties and leasehold properties of the Group. The penalty payment receipt was related to the penalty paid by Golden Sea International Holdings Limited for failure to achieve total earnings of at least RMB50 million for the financial year ended 31 December 2016, 2017 and 2018 by the Associates. Please refer to the Company's announcements dated 29 July 2019 and 2 September 2019 for full information. In addition, other operating income recorded in FY2020 also comprised of interest income, government subsidies, foreign exchange gain and other miscellaneous income.

Selling and distribution costs decreased by RMB0.5 million from RMB1.5 million in FY2019 to RMB1.0 million in FY2020 due mainly to a reduction in shipping costs as these were borne by the domestic customers and a decrease in custom inspection fees.

Administrative expenses increased by RMB0.3 million or 1.8% from RMB16.7 million in FY2019 to RMB17.0 million in FY2020 due mainly to higher repair and maintenance costs for factory buildings.

Other operating expenses decreased by RMB8.3 million from RMB15.9 million in FY2019 to RMB7.6 million in FY2020 due mainly to no fair value loss of investment properties, write down of inventories to net realizable value and impairment of associates classified as held for sale recorded during the financial period. Other operating expenses recorded in FY2020 comprised of impairment of right of use assets, cost of raw materials and other miscellaneous expenses.

The Group recorded finance costs of RMB0.4 million in both FY2020 and FY2019.

The Group recorded deferred income tax expenses on the fair value of its investment properties of RMB6.7 million out of which RMB3.2 million relates to an adjustment brought forward from prior year due to an under provision of deferred income tax liabilities on the fair value of its investment properties.

As a result of the above, the Group recorded a profit after tax of RMB6.8 million for FY2020, as compared to loss after tax of RMB35.0 million for FY2019.

Review of Balance Sheet

Non-current assets increased by RMB16.9 million, from RMB263.4 million as at 30 June 2019 to RMB280.3 million as at 30 June 2020 due mainly to acquisition of property, plant and equipment of RMB9.9 million and fair value gain on investment properties of RMB14.1 million recognised which was partially offset by the depreciation and amortisation expenses of RMB3.6 million and impairment of right of use assets of RMB7.0 million. The acquisition of property, plant and equipment was mainly incurred for the reconstruction of factory building and warehouse buildings. During the financial period, independent valuation experts were appointed to assess the fair value of the investment properties and leasehold properties of the Group.

Current assets decreased by RMB8.1 million, from RMB62.1 million as at 30 June 2019 to RMB54.0 million as at 30 June 2020 due mainly to the decrease in inventories and trade and other receivables of RMB3.0 million and RMB16.4 million respectively which was partially offset by the increase in prepayments and cash and bank balances of RMB1.8 million and RMB9.5 million respectively. The decrease in inventories was due mainly to effective inventory control and reversal of write-down of inventories to net realizable value. Meanwhile, the decrease in trade and other receivables was due mainly to effective credit management and lower advances to suppliers.

Non-current liabilities increased by RMB6.0 million, from of RMB37.9 million as at 30 June 2019 to RMB43.9 as at 30 June 2020 mainly attributable to deferred tax liability derived from the valuation of leasehold properties and investment properties.

Current liabilities decreased by RMB17.5 million, from RMB38.2 million as at 30 June 2019 to RMB20.7 million as at 30 June 2020 due to a decrease in trade and other payables and short-term bank borrowings of RMB16.5 million and RMB1.0 million. The decrease in trade and other payables was due mainly to settlement of overdue suppliers' accounts during the financial period. Meanwhile, the decrease in short-term bank borrowings was due to repayment of bank borrowings during the financial period.

Review of Cash Flow Statement

Q4FY2020 vs Q4FY2019

For Q4FY2020, the Group recorded a net cash outflow of RMB3.1 million from operating activities as compared to a net cash inflow of RMB1.8 million in Q4FY2019. This was mainly attributable to higher inventories and lower payables which were partially offset by higher profit generated and lower receivables.

Net cash generated from investing activities was RMB5.9 million in Q4FY2020 mainly due to receipts from disposal of investment in associate which was partially offset by capital expenditure on acquisition of property, plant and equipment.

There was a net cash outflow of RMB2.2 million from financing activities in Q4FY2020 which was mainly due to repayment of bank borrowings.

As a result of the above, cash and cash equivalents increased from RMB12.9 million in Q4FY2019 to RMB22.4 million in Q4FY2020.

FY2020 vs FY2019

Net cash inflow from operating activities increased by RMB5.5 million, from RMB5.6 million in FY2019 to RMB11.1 million in FY2020. This was mainly attributable to higher profits generated during the financial period coupled with lower receivables and inventories which were partially offset by lower payables.

Net cash used in investing activities was RMB0.1 million in FY2020 mainly due to capital expenditure on acquisition of property, plant and equipment which was partially offset by receipts from disposal of investment in associates. The capital expenditure on acquisition of property, plant and equipment was mainly incurred for the reconstruction of factory building and warehouse buildings.

There was a net cash outflow of RMB1.8 million from financing activities in FY2020 mainly due to repayment of bank borrowings in Q4FY2020 which was partially offset by drawdowns of bank borrowings during Q2FY2020.

As a result of the above, cash and cash equivalents increased from RMB12.9 million in FY2019 to RMB22.4 million in FY2020.

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

No forecast or prospect statement previously disclosed.

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.

Notwithstanding the improvement of our performance in both domestic and overseas markets during the financial period, the consumer industry is facing complicated external environment and greater challenges with the global outbreak of Covid-19. During the peak of the outbreak in China, the operations of the Group were affected due to the temporary closure of our factory till middle of February. However, our operations have since returned steadily to normal after the resuming of operations. As the pandemic had caused unprecedented business, economic, financial and social disruptions that have an adverse impact on the economic activities of the PRC and the region, the Group expects the growth momentum of our business to be impacted in the near future which will affect our financial performance in FY2021. The Group has timely formulated a comprehensive and stringent prevention and control plan to safeguard the health of our employee, products safety as well as stable production and smooth sales.

In view of the foregoing, the Group will continue to exercise stringent cost management, safeguard business relationship with major customers, focus on high value-added processed food products and proactively explore new customers to maintain the overall profitability. The Management believe and are making efforts in building a stronger foundation and creating a sustainable growth for the Group.

Update on Suspension

The Company refers its **announcements** on 4 September 2017, 5 September 2017, 6 September 2017, 1 April 2018, 27 September 2017, 17 November 2017, 12 February 2018, 29 March 2018, 1 April 2018, 24 July 2018, 21 August 2018 12 September 2018, 31 October 2018, 28 January 2019 and 9 February 2019, ("**Suspension Related Announcements**") in relation to its application for voluntary suspension and related events following the suspension. Unless otherwise specified, all capitalised terms shall have the same meaning ascribed to them in the Suspension Related Announcements.

Following the Fire Incident and the Company's application for voluntary suspension on 6 September 2017, the Company immediately commenced work to complete the Additional Audit Works. As announced by the Company on 1 April 2018, Phase 1 of the Additional Audit Works was completed by Deloitte & Touche Financial Advisory Services Pte Ltd ("DTFAS") on 29 March 2018 after initial delays as elaborated in the Company's announcements on 27 September 2017, 17 November 2017, 12 February 2018 and 29 March 2018. In its findings announced on 1 April 2018, DTFAS noted that bank balances as at 30 June 2017 matches across the Physical Statements, the Online Statements and the China Subsidiaries' Record, amongst other findings.

At the same time the Company continued to reconstruct its accounts as a result of the Fire Incident to prepare for Phase 2 of the Additional Audit Works.

On 21 August 2018, the Company announced the discovery of the Disposal. As announced by the Company on 12 September 2018, the Board had, after a review of the initial investigations by the management, and on the recommendation of the Audit Committee, appointed Foo Kon Tan LLP ("**FKT**") to conduct the due diligence investigation into the Disposal together with the Singapore and PRC legal advisers.

The Disposal Investigation was completed by FKT and FKT's draft Report together with the PRC lawyer's legal opinion was first submitted to SGX for clearance on 16 October 2018. Following numerous discussions with SGX, FKT Report was finalized and announced by the Company on 28 January 2019.

As announced by the Company on 31 October 2018, the Company also enlarged the original scope of the audit of FY2017 and FY2018 as a result of the Disposal.

Following the successful reconstruction of the accounts, the completion of Phase 2 of the Additional Audit Works by FKT, and the audit by FKT, the audited financial statements for FY2017 and FY2018 was announced on 31 January 2019. The AGMs for FY2018 and FY2019 was held on 27 February 2019. The audit of the financial statements for FY2019 was subsequently completed and the AGM for FY2019 was held on 30 October 2019.

Following the conclusion of the Additional Audit Works, the Company continue to engage SGX on the lifting of the suspension and voluntarily commenced work to engage external professionals to conduct an internal control review in view of the Fire Incident and Disposal following the Report from FKT. After consulting SGX on the scope, Messrs Crowe Horwath First Trust Risk Advisory Pte Ltd ("**Crowe Horwath**") was appointed on 23 April 2019 to perform an annual internal audit and to conduct the internal control review.

Crowe Horwath submitted its draft report ("**Internal Control Review Report**") to the Audit Committee and SGX on 2 August 2019. To-date, the Audit Committee, and Crowe Horwath have been engaging SGX to finalise the Internal Control Review Report.

The Company, and the Audit Committee have continuously and constantly been engaging SGX to work towards the lifting of the suspension and the resumption of trading. The Company would make the necessary announcements on SGXNET as and when there is any material development.

11 If a decision regarding dividend has been made

(a) Whether an interim (final) ordinary dividend has been declared (recommended).

None.

(b) (i) Amount per share

Not Applicable.

(ii) Previous corresponding period

Not Applicable.

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated)

Not Applicable.

(d) The date the dividend is payable

Not Applicable.

(e) The date on which Registrable Transfers received by the company (up to 5.00 p.m.) will be registered before entitlements to the dividend are determined.

Not Applicable

12. If no dividend has been declared/recommended, a statement to that effect and the reason(s) for the decision.

In view of there is huge uncertainty on how long the pandemic will last, the operating environment is therefore expected to remain challenging in the months ahead and it is critical for the Group to conserve its cash resources so as to sustain its business operations, Therefore, the Board of Directors of the Company does not recommend that a dividend be paid for the year ended 30 June 2020. The Company will use its best effort to ensure dividend paid out in future.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual, the details of the aggregate value of interest person transactions conducted for the financial year from 1 July 2019 to 30 June 2020:

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than S$100,000)
	RMB'000	RMB'000
N/A	-	-

There have been no interested person transactions during the financial year ended 30 June 2020. The Company does not have a general mandate from shareholders for interested person transactions.

14. Negative Confirmation Pursuant to Rule 705(5) of the SGX-ST Listing Manual

Not required for announcement on full year results.

15. Undertaking Confirmation Statement from all its directors and executive officers under Rule 720(1)

The Company has procured undertakings from all its directors and executive officer (in the format set out in Appendix 7.7) under Rule 720(1) of the Listing Manual.

PART II- ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

16. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.

Business Segment

	Investment properties	Processed food products	Corporate	Total
	RMB'000	**RMB'000**	**RMB'000**	**RMB'000**
FY2020 (Unaudited)				
Revenue				
- Sale of goods	-	75,585	-	75,585
- Revenue from investment properties	5,267	-	-	5,267
Results				
Segment results	2,961	7,699	(3,866)	6,794
Fair value gain on investment properties	14,069	-	-	14,069
Property, plant and equipment written off	-	(27)	-	(27)
Impairment of right of use assets	-	(6,962)	-	(6,962)
Finance costs	(251)	(140)	-	(391)
Profit / (loss) before taxation	16,779	570	(3,866)	13,483
Taxation	-	(6,730)	-	(6,730)
Profit / (loss) after taxation	16,779	(6,160)	(3,866)	6,753
Other segment items				
Capital expenditure				
- property, plant and equipment	-	8,487	-	8,487
- intangible assets	-	33	-	33
- investment properties	1,424	-	-	1,424
Property, plant and equipment written off	-	27	-	27
Fair value gain on investment properties	14,069	-	-	14,069
Impairment of right of use assets	-	6,962	-	6,962
Depreciation and amortisation	-	3,554	2	3,556
Segment assets	230,916	100,026	238	331,180
Segment liabilities	5,067	13,349	2,602	21,018

	Investment properties	Processed food products	Corporate	Total
	RMB'000	**RMB'000**	**RMB'000**	**RMB'000**
FY2019 (Unaudited)				
Revenue				
- Sale of goods	-	61,358	-	61,358
- Revenue from investment properties	5,058	-	-	5,058
Results				
Segment results	3,121	(24,185)	(3,759)	(24,823)
Fair value loss on investment properties	(1,259)	-	-	(1,259)
Property, plant and equipment written off	-	(1)	-	(1)
Impairment of land use rights	-	(3,770)	-	(3,770)
Impairment on investments in associates classified as asset held for sale	-	(3,181)	-	(3,181)
Write-down of inventories to net realisable value	-	(1,274)	-	(1,274)
Finance costs	(252)	(152)	-	(404)
Share of loss of associate losses classified as asset held for sale	-	(309)	-	(309)
Profit / (loss) before taxation	1,610	(32,872)	(3,759)	(35,021)
Taxation	-	17	-	17
Profit / (loss) after taxation	1,610	(32,855)	(3,759)	(35,004)
Other segment items				
Capital expenditure				
- property, plant and equipment	-	2,336	318	2,654
- Intangible assets	-	48	-	48
Property, plant and equipment written off	-	1	-	1
Fair value loss on investment properties	1,259	-	-	1,259
Impairment of land use rights	-	3,770	-	3,770
Depreciation and amortisation	-	4,285	106	4,391
Segment assets	180,698	142,454	639	323,791
Segment liabilities	5,448	31,561	2,459	39,468

Geographical information

Sales to external customers

	Financial Year Ended 30 June		
	2020 (Unaudited) RMB'000	2019 (Audited) RMB'000	Increase / (Decrease) %
Sale of goods			
China (domicile)	15,187	2,767	448.9
Netherlands	48	114	(57.9)
Japan	60,350	58,447	3.3
	75,585	61,358	23.2
Revenue from investment properties			
China (domicile)	5,246	5,058	3.7
Singapore	21	-	n.m.
	5,267	5,058	4.1

17. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Please refer to "Review of Performance" of the Group in paragraph 8 above.

18. A breakdown of sales

	Group		
	FY2020 (Unaudited) RMB'000	FY2019 (Unaudited) RMB'000	Increase / (Decrease) %
Sales reported for:			
- first half year			
- Sale of goods	42,156	36,271	16.2
- Revenue from investment properties	2,706	2,711	(0.2)
- second half year			
- Sale of goods	33,429	25,087	33.3
- Revenue from investment properties	2,561	2,347	9.1
Operating profit / (loss) after tax before deducting minority interests reported for:			
- first half year	4,545	(8,224)	n.m.
- second half year	2,208	(26,780)	n.m.

19. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.

	FY2020 (Unaudited) RMB'000	FY2019 (Audited) RMB'000
Ordinary	Nil	Nil
Preference	Nil	Nil
Total	Nil	Nil

20. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704 (13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any director and / or substantial shareholders	Current position and duties, and the year the position was held	Details of changes in duties and position held, if any, during the year
Goi Lang Ling	49	Daughter of Goi Seng Hui, Substantial Shareholder of the Company	- Non-Executive Director - Ms Goi discharge her duties as a member of the Audit Committee, Remuneration Committee and Nominating Committee under its Terms of Reference of each Committee. - 2019	None

The following directors have confirmed that as at 30 June 2020, there were no appointments of any relative of any Director/Chief Officer/Substantial Shareholder of the issuer who were holding a managerial position in the issuer or any of its principal subsidiaries:

Mr Chen Qiuhai
Mr Xie Yimin
Mr Chua Ser Miang
Mr Chang Feng-chang

BY ORDER OF THE BOARD

Chen Qiuhai
Executive Director and CEO
28 August 2020