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

BUSINESS UPDATES

The Board of Directors (the "**Board**") of Yamada Green Resources Limited (the "**Company**") wishes to provide an update to shareholders of the Company in relation to the impact of the recent typhoons on our business operations.

In September and the early part of October 2016, three consecutive typhoons namely Meranti (莫兰蒂), Megi (鲇鱼) and Aere (艾利) swept through the Philippines, Taiwan and Southern China, causing severe damages in the affected areas. In China, the typhoons led to heavy rainfalls in Fujian Province, where our mushroom farmland and bamboo plantations are located.

Based on initial assessments, our bamboo plantations are largely unaffected by the typhoons.

As for our shiitake mushroom, no mushrooms are damaged given that the harvesting season commences only around third week of October of each year, after the occurrence of the typhoons. However, the heavy rainfall resulted in flooding in Zhangping City where some of our synthetic logs were kept in preparation for the cultivation season. Although the affected logs appear undamaged after the floods subsided, there may be an impact on the production volume and/or quality of the shiitake mushrooms produced on these logs once the harvesting season commences.

As precautionary measures, the Company has stepped up production control and monitoring of the affected logs, through deployment of additional staff to the farms, as well as engaging agriculture experts to assist in monitoring the conditions of the logs and mushrooms. The impact on the production volume and quality of shiitake mushroom, if any, could only be reliably estimated until the start of the harvesting season.

The Company will provide further updates to shareholders in due course as necessary or appropriate.

By Order of the Board

Chen Qiuhai
Executive Chairman and Chief Executive Officer
14 October 2016