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 2019

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		
	2019 (Unaudited) RMB'000	**#2018 (Unaudited) RMB'000** (Restated)	**Increase / (Decrease) %**	**2019 (Unaudited) RMB'000**	**#2018 (Audited) RMB'000** (Restated)	**Increase / (Decrease) %**
Revenue – sale of goods	9,443	21,383	(55.8)	61,358	107,101	(42.7)
Cost of sales – sale of goods	(19,321)	(17,575)	9.9	(71,065)	(105,265)	(32.5)
Gross results – sale of goods	(9,878)	3,808	n.m.	(9,707)	1,836	n.m.
Revenue from rental income from investment properties	1,083	740	46.4	5,058	2,792	81.2
Other operating income	4,975	67,513	(92.6)	4,413	74,163	(94.0)
Selling and distribution expenses	(589)	(483)	21.9	(1,540)	(2,511)	(38.7)
Administrative expenses	(2,772)	(5,702)	(51.4)	(16,652)	(23,440)	(29.0)
Other operating expenses	(15,880)	(2,404)	560.6	(15,880)	(4,283)	270.8
Finance costs	(100)	(65)	53.8	(404)	(261)	54.8
Share of loss of associates classified as held for sale	(76)	(89)	(14.6)	(309)	(566)	(45.4)
(Loss) / profit before taxation	(23,237)	63,318	n.m.	(35,021)	47,730	n.m.
Taxation	17	(16,569)	n.m.	17	(18,594)	n.m.
Loss / profit after taxation	(23,220)	46,749	n.m.	(35,004)	29,136	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	2,355	35,775	(93.4)	2,355	35,775	(93.4)
Total comprehensive income	2,355	35,775		2,355	35,775	

	Group					
	3-months period ended 30 June			12-months year ended 30 June		
	2019 (Unaudited) RMB'000	**#2018 (Unaudited) RMB'000** (Restated)	**Increase / (Decrease) %**	**2019 (Unaudited) RMB'000**	**#2018 (Audited) RMB'000** (Restated)	**Increase / (Decrease) %**
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	2,355	35,775	(93.4)	2,355	35,775	(93.4)
Total comprehensive income	2,355	35,775		2,355	35,775	
Total comprehensive (expense) / income for the period attributable to:						
Owners of the Company	(20,865)	82,524	n.m.	(32,649)	64,911	n.m.
Loss per share (RMB cent)						
- Basic	(13.1)	26.4		(19.8)	16.5	
- Diluted	(13.1)	26.4		(19.8)	16.5	

*n.m. – not meaningful

The books and financial records of all the subsidiaries in PRC ("China subsidiaries") and a Hong Kong subsidiary of the Group for the first 2 months of FY2018 were destroyed by the outbreak of the fire on 30 August 2017. Details of the fire accident could be found in the announcement dated 4 September 2017.

The financial statements for the first 2 months of FY2018 were reconstructed based on available information and data from relevant sources (customers, contractors, suppliers and banks) and notarized letter of confirmations of amounts owing between the counter-parties and the China subsidiaries.

Although the management believed that the method of reconstruction is the most appropriate, the Board is unable to determine the completeness of the recording of the transactions that occurred during the first 2 months of FY2018.

	Group					
	3-months period ended 30 June			12-months year ended 30 June		
	2019 (Unaudited) RMB'000	**2018 (Unaudited) RMB'000**	**Increase / (Decrease) %**	**2019 (Unaudited) RMB'000**	**2018 (Audited) RMB'000**	**Increase / (Decrease) %**
Amortisation of land use rights	(135)	(135)	-	(542)	(542)	-
Amortisation of biological assets	-	-	-	-	(193)	n.m.
Amortisation of intangible assets	(5)	(2)	150.0	(13)	(5)	160.0
Depreciation of property, plant and equipment	(1,096)	-	n.m.	(4,391)	(1,169)	275.6
Depreciation of investment properties	-	(520)	n.m.	-	(2,082)	n.m.
Reversal of impairment loss on leasehold property	-	532	n.m.	-	532	n.m.
Investment properties written off	-	(2,124)	n.m.	-	(2,124)	n.m.

	Group					
	3-months period ended 30 June			12-months year ended 30 June		
	2019 (Unaudited) RMB'000	**2018 (Unaudited) RMB'000**	**Increase / (Decrease) %**	**2019 (Unaudited) RMB'000**	**2018 (Audited) RMB'000**	**Increase / (Decrease) %**
Amortisation of land use rights	(135)	(135)	-	(542)	(542)	-
Amortisation of biological assets	-	-	-	-	(193)	n.m.
Amortisation of intangible assets	(5)	(2)	150.0	(13)	(5)	160.0
Depreciation of property, plant and equipment	(1,096)	-	n.m.	(4,391)	(1,169)	275.6
Depreciation of investment properties	-	(520)	n.m.	-	(2,082)	n.m.
Reversal of impairment loss on leasehold property	-	532	n.m.	-	532	n.m.
Investment properties written off	-	(2,124)	n.m.	-	(2,124)	n.m.
Property, plant and equipment written off	1	-	n.m.	1	-	n.m.
Unaccountable expenses	-	-	-	-	(1,675)	n.m.
Exchange gain, net	600	774	(22.5)	305	84	263.1
Fair value (loss) / gain on investment properties	(1,259)	66,815	n.m.	(1,259)	66,815	n.m.
Impairment of investments in associates classified as held for sale	(3,181)	-	n.m.	(3,181)	-	n.m.
Impairment of land use rights	(3,770)	-	n.m.	(3,770)	-	n.m.
Write-down of inventories to net realisable value	(1,274)	-	n.m.	(1,274)	-	n.m.
Interest income	3	-	n.m.	8	-	n.m.
Interest expense	(100)	(65)	53.8	(404)	(261)	54.8
Government subsidies	-	-	-	50	1,816	(97.2)

1(b)(i) A statements 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 19 (Unaudited) RMB'000	30 June 18 (Audited) RMB'000	1 July 17 (Audited) RMB'000	30 June 19 (Unaudited) RMB'000	30 June 18 (Audited) RMB'000	1 July 17 (Audited) RMB'000
Non-current assets						
Property, plant and equipment	63,976	71,179	25,375	2	8,395	7,974
Biological assets	-	-	68,117	-	-	-
Land use rights	18,618	22,931	23,473	-	-	-
Intangible assets	70	34	-	-	-	-
Investment properties	180,698	173,352	108,820	7,770	-	-
Investments in subsidiaries	-	-	-	149,762	149,762	149,762
Investments in associates	-	43,423	43,989	-	-	-
Deferred tax assets	-	-	2,005	-	-	-
Total non-current assets	263,362	310,919	271,779	157,534	158,157	157,736
Current assets						
Inventories	23,833	27,819	20,988	-	-	-
Trade and other receivables	25,306	54,820	141,775	146,595	154,077	153,215
Prepayments	86	126	18	86	126	18
Cash and bank balances	12,901	10,540	6,628	521	370	2,131
	62,126	93,305	169,409	147,202	154,573	155,364
Associates classified as asset held for sale	39,933	-	-	-	-	-
	102,059	**93,305**	**169,409**	**147,202**	**154,573**	**155,364**
Total assets	**365,421**	**404,224**	**441,188**	**304,736**	**312,730**	**313,100**
Equity						
Share capital	322,210	322,210	322,210	322,210	322,210	322,210
Share-based payment reserve	2,016	2,016	2,016	2,016	2,016	2,016
Revaluation reserve	38,130	35,775	-	-	-	-
Statutory reserve	71,135	71,135	71,135	-	-	-
Other reserve	29,349	-	-	-	-	-
Accumulated losses	(173,507)	(138,503)	(167,639)	(28,912)	(23,695)	(19,358)
Total equity attributable to owners of the Company	289,333	292,633	227,722	295,314	300,531	304,868
Non-current liabilities						
Bank borrowings	5,078	4,509	4,843	5,078	4,509	4,843
Deferred tax liabilities	32,805	32,126	3,711	-	-	-
Total non-current liabilities	37,883	36,635	8,554	5,078	4,509	4,843
Current liabilities						
Trade and other payables	34,835	70,557	204,449	3,974	7,312	3,009
Bank borrowings	3,370	4,378	380	370	378	380
Current income tax payable	-	21	83	-	-	-
Total current liabilities	38,205	74,956	204,912	4,344	7,690	3,389
Total liabilities	**76,088**	**111,591**	**213,466**	**9,422**	**12,199**	**8,232**
Total equity and liabilities	**365,421**	**404,224**	**441,188**	**304,736**	**312,730**	**313,100**

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 2019 (Unaudited)		As at 30 June 2018 (Audited)	
Secured (RMB'000)	**Unsecured (RMB'000)**	**Secured (RMB'000)**	**Unsecured (RMB'000)**
3,370	NA	4,378	NA

Amount repayable after one year

As at 30 June 2019 (Unaudited)		As at 30 June 2018 (Audited)	
Secured (RMB'000)	**Unsecured (RMB'000)**	**Secured (RMB'000)**	**Unsecured (RMB'000)**
5,078	NA	4,509	NA

Details of any collateral

The Company's wholly-owned subsidiary, Fujian Wangsheng Industrial Co., Ltd. ("Wangsheng"), has credit facilities (the "Facilities") up to an aggregate principal amount of RMB20 million and RMB50 million granted by Postal Savings Bank of China and China Everbright Bank (the "Banks") respectively. Wangsheng has pledged its buildings and land use rights as collateral for the Facilities in favour of the Banks. In addition, the Executive Director and Chief Executive Officer (the "CEO") of the Company and his wife have jointly and severally provided a personal guarantor for the Facility offered by Postal Savings Bank of China.

During the financial period, Wangsheng drew down an aggregate amount of RMB3.0 million from the amount granted by the Banks for general working capital purposes.

In addition, the Company has taken a mortgage loan of approximately S$1.3 million granted by Hong Leong Finance 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. During the financial period, the Company drew down an aggregate amount of approximately S$1.3 million for the financing of the Acquisition. The office unit at PLUS in Singapore has been classified as an investment property to earn rental income.

As at 30 June 2019, the Group's outstanding loan amount was approximately RMB8.4 million, of which approximately RMB3.4 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	
	2019 (Unaudited) RMB'000	**2018 (Unaudited) RMB'000**	**2019 (Unaudited) RMB'000**	**2018 (Audited) RMB'000**
Cash flows from operating activities:				
(Loss) / profit before taxation	(23,237)	63,318	(35,021)	47,730
Adjustments for:				
Amortisation of biological assets	-	-	-	193
Amortisation of land use rights	135	135	542	542
Amortisation of intangible assets	5	2	13	5
Depreciation of property, plant and equipment	1,096	-	4,391	1,169
Depreciation of investment properties	-	520	-	2,082
Fair value loss / (gain) on investment properties	1,259	(66,815)	1,259	(66,815)
Impairment of land use rights	3,770	-	3,770	-
Impairment of investments in associates classified as held for sale	3,181	-	3,181	-
Write-down of inventories to net realisable value	1,274	-	1,274	-
Investment properties written off	-	2,124	-	2,124
Property, plant and equipment written off	1	-	1	-
Interest expense	100	65	404	261
Interest income	(3)	-	(8)	-
Reversal of impairment loss on leasehold property	-	(532)	-	(532)
Share of loss of associates classified as held for sale	76	89	309	566
Exchange gain	(600)	(774)	(305)	(84)
Operating cash flow before working capital changes	(12,943)	(1,868)	(20,190)	(12,759)
Working Capital Changes:				
Biological assets	-	-	-	67,924
Inventories	3,538	(542)	2,712	(6,831)
Trade and other receivables	33,065	13,099	29,554	86,847
Trade and other payables	(21,745)	(15,934)	(6,373)	(133,891)
Cash generated from / (used in) operations	1,915	(5,245)	5,703	1,290
Interest received	3	-	8	-
Income tax paid	(89)	(77)	(110)	(162)
Net cash generated from / (used in) operating activities	1,829	(5,322)	5,601	1,128
Cash flows from investing activities:				
Acquisition of property, plant and equipment	(1,259)	(192)	(2,654)	(664)
Acquisition of intangible assets	-	-	(48)	(39)
Net cash used in investing activities	(1,259)	(192)	(2,702)	(703)
Cash flows from financing activities:				
Proceeds from bank borrowings	3,000	213	3,670	4,160
Repayment of bank borrowings	(3,195)	-	(4,340)	(388)
Interest paid	(100)	(65)	(404)	(261)
Net cash (used in) / generated from financing activities	(295)	148	(1,074)	3,511
Net increase / (decrease) in cash and cash equivalents	275	(5,366)	1,825	3,936
Cash and cash equivalents at beginning of the financial period	11,795	15,240	10,540	6,628
Effect of foreign exchange rate changes on cash and cash equivalents	831	666	536	(24)
Cash and cash equivalents at end of the financial period	12,901	10,540	12,901	10,540

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**
2019 (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)
Contributions 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
2018 (Audited)							
Balance at 1 July 2017	322,210		2,016	71,135	-	(167,639)	227,722
Profit for the financial year, representing total comprehensive income for the financial year	-		-	-	35,775	29,136	64,911
Total comprehensive income for the year	-		-	-	35,775	29,136	64,911
Balance as at 30 June 2018	322,210		2,016	71,135	35,775	(138,503)	292,633

	Company			
(RMB'000)	**Share capital**	**Share based payment reserve**	**Accumulated losses**	**Total equity**
2019 (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 expense for the year	-	-	(5,217)	(5,217)
Balance as at 30 June 2019	322,210	2,016	(28,912)	295,314

(RMB'000)	Company			
	Share capital	Share based payment reserve	Accumulated losses	Total equity
2018 (Audited)				
Balance as at 1 July 2017	322,210	2,016	(19,358)	304,868
Loss for the financial year, representing total comprehensive loss for the financial year	-	-	(4,337)	(4,337)
Total comprehensive expense for the year	-	-	(4,337)	(4,337)
Balance as at 30 June 2018	322,210	2,016	(23,695)	300,531

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 2018.

The Company has no outstanding convertibles, treasury shares and subsidiary holdings as at 30 June 2018 and 30 June 2019.

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 19 (Unaudited)	30 June 18 (Audited)	30 June 19 (Unaudited)	30 June 18 (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 2019.

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.

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

Except as disclosed in Note 5 and the reclassification, 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 2018.

Prior year adjustment

During the current financial year, the Group has reclassified the presentation of the analysis of expenses recognised in profit or loss using a classification based on their function instead of a mixture of by function and by nature which management believe will provide information that is reliable and that is more relevant. In addition, the management has identified during the current financial year ended 30 June 2019 that the rental income from investment properties is an operating business segment. Accordingly, information on revenue from the rental income from investment properties in the prior year has been restated in the current financial year for comparability purposes. The effect of the above reclassification of presentation of expenses and restatement of revenue from the rental income from investment properties identified as an operating business segment is shown below:

	Group			
	3-months period ended 30 June		12-months year ended 30 June	
	As previously stated 2018 (Unaudited) RMB'000	**As restated 2018 (Unaudited) RMB'000**	**As previously stated 2018 (Audited) RMB'000**	**As restated 2018 (Audited) RMB'000**
Revenue from rental income from investment properties	-	740	-	2,792
Other operating income	906	67,513	5,218	74,163
Other operating expenses	(280)	(2,404)	(484)	(4,283)
Fair value gain on investment properties	66,815	-	66,815	-
Refund from termination of unexpired prepaid leases of eucalyptus plantations	-	-	4,390	-
Reversal of impairment on leasehold property	532	-	532	-
Investment properties written-off	(2,124)	-	(2,124)	-
Unaccountable expenses	-	-	(1,675)	-

Accordingly, the reclassification is summarised as follows:

	Q4FY2018 RMB'000
Fair value gain on investment properties	66,815
Reversal of impairment on leasehold property	532
Others	166
Total other operating income	67,513

	FY2018 RMB'000
Fair value gain on investment properties	66,815
Reversal of impairment on leasehold property	532
Refund from termination of unexpired prepaid leases of eucalyptus plantations	4,390
Others	2,426
Total other operating expenses	74,163

	Q4FY2018 RMB'000
Investment properties written-off	(2,124)
Others	(280)
Total other operating expenses	(2,404)

	FY2018 RMB'000
Investment properties written-off	(2,124)
Unaccountable expenses	(1,675)
Others	(484)
Total other operating expenses	(4,283)

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.

Singapore incorporated companies listed on the Singapore Exchange are required to apply Singapore Financial Reporting Standards (International) ("SFRS(I)") for annual period beginning on or after 1 January 2018. The Group has adopted SFRS(I) and has prepare its first set of financial statements under SFRS(I) for the year ended 30 June 2019. The adoption of SFRS(I) require the Company and the Group to apply all of the specific transition requirements in SFRS(I) 1 First-time Adoption of Singapore Financial Reporting Standards (International).

The following are amendments of SFRS(I) that are relevant to the Company's and the Group's operations that are effective for the year ended 30 June 2019:
SFRS(I) 15 Revenue from contract with customers and
SFRS(I) 9 Financial Instruments

There is no material impact on the adoption of SFRS(I) on the Company and the Group.

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	
	2019 (Unaudited)	**2018 (Unaudited)**	**2019 (Unaudited)**	**2018 (Audited)**
Net (loss)/profit for the year (RMB'000)	(23,220)	46,749	(35,004)	29,136
Basic (loss)/earning per share (RMB cent)	(13.1)	26.4	(19.8)	16.5
Diluted (loss)/earning per share (RMB cent)	(13.1)	26.4	(19.8)	16.5

Explanatory notes:

Loss per share is calculated based on the Group's loss after taxation divided by the issued share capital of the Company of 176,798,164 (2018: 176,798,164) shares for the period 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 19 (Unaudited)	30 June 18 (Audited)	30 June 19 (Unaudited)	30 June 18 (Audited)
Net Asset Value per share (RMB cents)	163.7	165.5	167.0	170.0

The net asset value per ordinary share of the Group and the Company as at 30 June 2019 and 30 June 2018 was calculated based on the issued share capital of the Company of 176,798,164 as at 30 June 2019 and 30 June 2018.

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.

The books and financial records of all the China subsidiaries and a Hong Kong subsidiary of the Group for the first 2 months of FY2018 were destroyed by the outbreak of the fire on 30 August 2017. The financial statements for the first 2 months of FY2018 were reconstructed based on available information and data from relevant sources (customers, contractors, suppliers and banks) and notarized letter of confirmations of amounts owing between the counter-parties and the China subsidiaries. Although the management believed that the method of reconstruction is the most appropriate, the Board is unable to determine the completeness of the recording of the transactions that occurred during financial period from 1 July 2017 to 31 August 2017 for FY2018.

The Board is aware of the limitation that are being imposed in the process and, therefore, which affect the accuracy and reliability of the financial statements of the subsidiaries in the PRC within the Group and the consolidated financial statements of the Group. Hence, the review of the performance below is solely based on the understanding of the management of the Group.

Review of Performance

Q4FY2019 vs Q4FY2018

	Q4FY2019 (Unaudited)		Q4FY2018 (Unaudited)	
	RMB'000	%	RMB'000	%
Self-Cultivated Products	-	-	-	-
Processed Food Products	9,443	100.0	21,383	100.0
Total	9,443	100.0	21,383	100.0

Revenue of processed food business decreased by RMB11.9 million from RMB21.4 million in the fourth quarter ended 30 June 2018 ("Q4FY2018") to RMB9.4 million in the fourth quarter ended 30 June 2019 ("Q4FY2019"). The decrease in revenue from processed food products business was due to a decrease in sales to overseas customers and partially offset by an increase in domestic sales. The decrease in sales to overseas customers was attributable to lower sales volume and average selling price of processed food products, particularly bamboo shoots, mushroom and konjac jelly as a result of the uncertainties over the global economic conditions. Meanwhile, the increase in domestic sales was achieved on the back of higher sales volume despite the lower average selling price.

Cost of sales increased by RMB1.7 million to RMB19.3 million in Q4FY2019 as compared to RMB17.6 million in Q4FY2018 due mainly to higher depreciation charges as a result of the revaluation of property, plant and equipment.

The Group recorded a gross loss of RMB9.9 million in Q4FY2019 as compared to gross profit of RMB3.8 million in Q4FY2018 due mainly to lower sales volume and average selling price. As a result of the above, the Group also recorded a gross loss margin in Q4FY2019 as compared to a gross profit margin of 17.8% in Q4FY2018.

Revenue from rental income from investment properties increased by RMB0.4 million from RMB0.7 million in Q4FY2018 to RMB1.1 million in Q4FY2019 due to increase in space rented out during the financial year.

Other operating income recorded in Q4FY2019 comprised of interest income, government subsidies, sale of raw materials and other miscellaneous income.

Selling and distribution costs recorded a marginal increase of RMB0.1 million or 21.9% from RMB0.5 million in Q4FY2018 to RMB0.6 million in Q4FY2019. This was mainly due to higher promotion expenses incurred during the period.

Administrative expenses decreased by RMB2.9 million from RMB5.7 million in Q4FY2018 to RMB2.8 million in Q4FY2019 due mainly to lower research expenditure (relating to the research on ready-to-eat seasoning product that are at its each early stages of research phase) of RMB1.6 million as well as no depreciation of investment properties in Q4FY2019 because of the investment properties are carried at fair value.

Other operating expenses recorded in Q4FY2019 mainly comprised of fair value loss on investment properties of RMB1.3 million, impairment of land use rights of RMB3.8 million, write-down of inventories to net realizable value of RMB1.3 million, cost of raw materials of RMB5.1 million and impairment of investments in associates classified as held for sale of RMB3.2 million. During Q4FY2019, independent valuation experts were appointed to assess the fair value of the investment properties and leasehold properties of the Group. Hence, fair value loss on investment properties of RMB1.3 million and revaluation gain on the leasehold properties of RMB3.1 million and deferred tax expenses on the revaluation of the leasehold properties of RMB0.8 million were recognised in Q4FY2019.

The Group recorded finance costs of RMB0.1 million in both Q4FY2019 and Q4FY2018.

Share of results of associates classified as asset held for sale of loss of RMB0.1 million relates to Fujian Tianwang Foods Co., Limited and its subsidiary, Sanming Sennong Forestry Co., Ltd. ("the Associates"), that the Group owns 45% of its shareholding.

As a result of the above, the Group recorded a loss after tax of RMB23.2 million for Q4FY2019, as compared to a profit after tax of RMB46.7 million for Q4FY2018.

FY2019 vs FY2018

	FY2019 (Unaudited)		FY2018 (Audited)	
	RMB'000	%	RMB'000	%
Self-Cultivated Products	-	-	10,059	9.4
Processed Food Products	61,358	100.0	97,042	90.6
Total	61,358	100.0	107,101	100.0

Revenue decreased by RMB45.7 million from RMB107.1 million for the financial year ended 30 June 2018 ("FY2018") to RMB61.4 million for the financial year ended 30 June 2019 ("FY2019") due to the decrease in revenue in both processed food products business and self-cultivated business. The decrease in revenue in self-cultivated business was due mainly to the disposal of all the leases over moso bamboo plantations (gross land area measuring approximately 129,696 mu) during Q1FY2018 as a result of plant diseases and insect infestation. The decrease in revenue from processed food products business was due to a decrease in sales to overseas customers and partially offset by an increase in domestic sales. The decrease in sales to overseas customers was attributable to lower sales volume and average selling price of processed food products particularly bamboo shoots, mushroom and konjac jelly as a result of the uncertainties over the global economic conditions. Meanwhile, the increase in domestic sales was achieved on the back of higher sales volume despite the lower average selling price.

Cost of sales decreased by RMB34.2 million to RMB71.1 million in FY2019 as compared to RMB105.3 million in FY2018 in tandem with decrease in revenue and disposal of leases to moso bamboo plantations.

The Group recorded a gross loss of RMB9.7 million in FY2019 as compared to gross profit of RMB1.8 million in FY2018 due mainly to lower sales volume and average selling price. As a result of the above, the Group also recorded a gross loss margin in FY2019 as compared to a gross profit margin of 1.7% in FY2018.

Revenue from rental income from investment properties increased by RMB2.3 million from RMB2.8 million in FY2018 to RMB5.1 million in FY2019 due to increase in space rented out during the financial year.

Other operating income recorded in FY2019 comprised of interest income, government subsidies, sale of raw materials and other miscellaneous income.

Selling and distribution costs decreased by RMB1.0 million or 38.7% from RMB2.5 million in FY2018 to RMB1.5 million in FY2019. This was mainly due to lower transportation charges incurred as a result of lower sales volume and there are no transportation charges incurred for business of selling of beverages in FY2019 which ceased operations in Q2FY2018.

Administrative expenses decreased by RMB6.7 million from RMB23.4 million in FY2018 to RMB16.7 million in FY2019 were due mainly to decrease in research expenditure (relating to the research on ready-to-eat seasoning product that are at its each early stages of research phase) of RMB2.3 million as well as no depreciation of investment properties in FY2019 because of the investment properties are carried at fair value.

Other operating expenses recorded in FY2019 mainly comprised of fair value loss on investment properties of RMB1.3 million, impairment of land use rights of RMB3.8 million, write-down of inventories to net realizable value of RMB1.3 million, cost of raw materials of RMB5.1 million and impairment of investments in associates classified as held for sale of RMB3.2 million. During the financial year, independent valuation experts were appointed to assess the fair value of the investment properties and leasehold properties of the Group. Hence, fair value loss on investment properties of RMB1.3 million and revaluation gain on the leasehold properties of RMB3.1 million and deferred tax expenses on the revaluation of the leasehold properties of RMB0.8 million were recognised in FY2019.

Finance costs recorded a marginal increase of RMB0.1 million from RMB0.3 million in FY2018 to RMB0.4 million in FY2019.

Share of results of associates classified as asset held for sale of loss of RMB0.3 million relates to Fujian Tianwang Foods Co., Limited and its subsidiary, Sanming Sennong Forestry Co., Ltd. ("the Associates"), that the Group owns 45% of its shareholding.

As a result of the lower revenue and higher expenses, the Group recorded a loss after tax of RMB35.0 million for FY2019, as compared to profit after tax of RMB29.1 million for FY2018.

Review of Balance Sheet

Non-current assets decreased by RMB47.5 million, from RMB310.9 million as at 30 June 2018 to RMB263.4 million as at 30 June 2019 due mainly to depreciation and amortisation expenses and impairment of land use rights of RMB4.9 million and RMB3.8 million respectively which was partially offset by the acquisition of property, plant and equipment of RMB2.7 million during the financial period and increase in investment properties of RMB7.3 million. The increase of investment properties was due to reclassification of leasehold properties to investment properties during the financial year offset by the decrease in valuation of investment properties. Meanwhile, investments in associates of RMB39.9 million was reclassified to associates classified as asset held for sale as per announcement at SGX-ST dated 23 April 2019.

Current assets decreased by RMB31.2 million, from RMB93.3 million as at 30 June 2018 to RMB62.1 million as at 30 June 2019 due mainly to decrease in inventories and trade and other receivables of RMB4.0 million and RMB29.4 million respectively. The decrease in inventories was due to impairment provided to obsolete inventories and effective inventory control. Meanwhile, the decrease in trade and other receivables in tandem with the decrease in revenue during the financial year.

Non-current liabilities increased by RMB1.3 million, from of RMB36.6 million as at 30 June 2018 to RMB37.9 as at 30 June 2019 due mainly to final drawdown of bank borrowing for the financing of the office unit of PLUS at Singapore during the financial year.

Current liabilities decreased by RMB36.8 million, from RMB75.0 million as at 30 June 2018 to RMB38.2 million as at 30 June 2019 due to decrease in trade and other payables and short-term bank borrowings of RMB35.6 million and RMB1.0 million respectively. The decrease in trade and other payables was due mainly to a lower amount of raw materials purchased. In addition, an amount of RMB29.3 million classified as unaccountable balance in trade and other payables was transferred directly to equity as a non-distributable reserve during the year. The transfer to equity as a non-distributable reserve was made after the Company's lawyer had confirmed to the management that no claims were received from third parties following:

a) two advertisements which were made in the China national newspapers to notify any creditors that may have a claim against the Company to lodge their claims with the Company through the Company's lawyer;

b) confirmation which were made to inactive creditors who were also contacted by the Company's lawyer to confirm any balances that are due to them by the Company; and

c) in consideration of the letter of undertaking given by the Chief Executive Officer and Executive Director, Mr Chen Qiuhai, to the Company to undertake personally, through a company (Sanwang International Holdings Limited) wholly owned by him claims that may be made against the Company in respect of the unaccountable balances.

Review of Cash Flow Statement

Q4FY2019 vs Q4FY2018

For Q4FY2019, the Group recorded a net cash inflow of RMB1.8 million from operating activities as compared to a net cash outflow of RMB5.3 million in Q4FY2018. This was mainly attributable to lower receivables and inventories which were partially offset by lower payables.

Net cash used in investing activities was RMB1.3 million in Q4FY2019 which was mainly due to capital expenditure on acquisition of property, plant and equipment.

There was a net cash outflow of RMB0.3 million from financing activities in Q4FY2019 arising from repayment of bank borrowings. This was partially offset by drawdowns on bank borrowings.

As a result of the above, cash and cash equivalents increased from RMB10.5 million as at Q4FY2018 to RMB12.9 million as at Q4FY2019.

FY2019 vs FY2018

For FY2019, the Group recorded a net cash inflow of RMB5.6 million from operating activities as compared to net cash inflow of RMB1.1 million in FY2018. This was mainly attributable to lower receivables and inventories which were partially offset by lower payables.

Net cash used in investing activities was RMB2.7 million in FY2019 was mainly due to capital expenditure on acquisition of property, plant and equipment.

There was a net cash outflow of RMB1.1 million from financing activities in FY2019 arising from repayment of bank borrowings. This was partially offset by drawdowns on bank borrowings.

As a result of the above, cash and cash equivalents increased from RMB10.5 million in FY2018 to RMB12.9 million in FY2019.

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.

The Group's current business is largely contributed by overseas markets. With the continuing uncertainties over the global economic conditions and slower demand from our oversea customers, this will continue to affect our performance in the export market in the near future. In addition, the falling selling price of our products as a result of intense competition also adversely affect our performance.

To strengthen our position in the market, our Group will continue to devote effort in research and development in order to expand our product offering and improve product quality to meet with the changing demand of our customers. Meanwhile, our Group will also strengthen collaboration with our existing business partners and continue to explore new business opportunities that are expected to improve the overall performance of the Group. The Management believe in and is making an effort towards building a stronger foundation and creating sustainable growth for the Group.

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.

The Board of Directors of the Company does not recommend that a dividend be paid for the financial year ended 30 June 2019 due to the losses incurred by the Group.

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 2018 to 30 June 2019:

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 2019. 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.

During the current financial year ended 30 June 2019, the management has identified that the rental income from investment properties constitutes an operating business segment in accordance with accounting standard SFRS(I) 1-40. Accordingly, information on revenue from the rental income from investment properties and the related disclosure information required under SFRS(I) 1-40 for the current financial year has been presented as a new operating segment. The prior year has been restated in the current financial year for comparability purposes.

(a) Business Segment

	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
- Rental income from investment properties	5,058	-	-	5,058
Results				
Segment results	3,142	(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	1,631	(32,872)	(3,759)	(35,021)
Taxation	-	17	-	17
Profit / (loss) after taxation	1,631	(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

Self-cultivated segment

In FY2019, the management has determined that the self-cultivated edible fungi and moso bamboos segment is no longer a reportable segment following the disposal of the moso bamboo plantation and the eucalyptus trees operation in FY2018. The change in the operating segment in respect of the self-cultivated edible fungi and moso bamboos is only w.e.f from 1 July 2018. Accordingly, the information on this segment in the previous financial year is not restated to reflect the change because the change only occurred during the financial year.

	Investment properties	Self – cultivated	Processed food products	Corporate	Total
	RMB'000 (Restated)	**RMB'000** (Restated)	**RMB'000** (Restated)	**RMB'000**	**RMB'000**
FY2018 (Audited)					
Revenue					
- Sale of goods	-	10,059	97,042	-	107,101
- Rental income from investment properties	2,792	-	-	-	2,792
Results					
Segment results	1,711	(1,809)	(14,507)	(4,776)	(19,381)
Reversal of impairment loss on leasehold property	-	-	-	532	532
Fair value gain on investment properties	66,815	-	-	-	66,815
Refunds from termination of unexpired prepaid leases of eucalyptus plantations	-	4,390	-	-	4,390
Investment properties written off	(2,124)	-	-	-	(2,124)
Unaccountable expenses	-	(197)	(1,478)	-	(1,675)
Finance costs	-	1	(169)	(93)	(261)
Share of associates' losses	-	-	(566)	-	(566)
Profit / (loss) before taxation	66,402	2,385	16,720	(4,337)	47,730
Taxation	-	(114)	(18,480)	-	(18,594)
Profit / (loss) after taxation	66,402	2,271	35,200	(4,337)	29,136
Other segment items					
Addition to biological assets – synthetic logs	-	2,756	-	-	2,756
Capital expenditure					
- property, plant and equipment	-	13	645	6	664
- Intangible assets	-	-	39	-	39
Investment properties written off	2,124	-	-	-	2,124
Fair value gain on investment properties	66,815	-	-	-	66,815
Depreciation and amortisation	-	471	3,403	117	3,991
Segment assets	173,352	6,092	170,392	8,897	358,733
Segment liabilities	-	1,170	64,292	9,764	75,226

Self-cultivated segment comprises:

- The self-cultivated edible fungi segment comprises the shiitake mushroom cultivated at the Group's cultivation bases.
- The self-cultivated moso bamboos comprises the spring bamboo shoots, winter bamboo shoots and bamboo trees
- The eucalyptus trees comprise the excess harvested eucalyptus trees which are not in use as synthetic logs for production of edible fungi

Restatement

	Investment properties	Self-cultivated	Processed food products
	RMB'000	**RMB'000**	**RMB'000**
Revenue			
- Rental income from investment properties	-	-	-
Restatement of rental income from investment properties for comparability purposes	2,792	-	-
- Rental income from investment properties – as restated	2,792	-	-
Results			
- Segment results – as previously stated	-	(1,870)	(12,735)
Restatement of rental income from investment properties for comparability purposes	1,711	61	(1,772)
- Segment results – as restated	1,711	(1,809)	(14,507)
- Fair value gain on investment properties – as previously stated	-	1,311	65,504
Restatement of rental income from investment properties for comparability purposes	66,815	(1,311)	(65,504)
- Fair value gain on investment properties – as restated	66,815	-	-
- Investment properties written off – as previously stated	-	-	(2,124)
Restatement of rental income from investment properties for comparability purposes	(2,124)	-	2,124
- Investment properties written off– as restated	(2,124)	-	-
Other segment items			
- Investment properties written off – as previously stated	-	-	2,124
Restatement of rental income from investment properties for comparability purposes	2,124	-	(2,124)
- Investment properties written off – as restated	2,124	-	-
- Fair value gain on investment properties – as previously stated	-	1,311	65,504
Restatement of rental income from investment properties for comparability purposes	66,815	(1,311)	(65,504)
- Fair value gain on investment properties – as restated	66,815	-	-
Segment assets			
- Segment assets – as previously stated	-	5,891	309,491
Restatement of rental income from investment properties for comparability purposes	173,352	(3,233)	(170,119)
- Fair value gain on investment properties – as restated	173,352	2,658	139,372

Reconciliation of segments' total assets and total liabilities:

	FY2019 RMB'000 (Unaudited)	**FY2018 RMB'000 (Audited)**
Reportable segments assets are reconciled to total assets:		
Segment assets	323,791	358,733
Associates classified as asset held for sale	39,933	-
Investment in associates	-	43,423
VAT receivable	1,697	2,068
	365,421	404,224
Reportable segments assets are reconciled to total liabilities:		
Segment liabilities	39,468	75,226
Deferred tax liabilities	32,805	32,126
Current income tax payable	-	21
VAT payable	3,619	3,724
Government tax payable	196	494
	76,088	111,591

(b) Geographical information

Sales to external customers

	Financial Year Ended 30 June		
	2019 (Unaudited) RMB'000	2018 (Audited) RMB'000	Increase / (Decrease) %
China (domicile)	2,767	15,403	(82.0)
Netherlands	114	847	(86.5)
Japan	58,477	90,851	(35.6)
	61,358	107,101	

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		
	FY2019 RMB'000	FY2018 RMB'000	Increase / (Decrease) %
Sales reported for:			
- first half year			
- Sale of goods	36,271	59,520	(39.1)
- Rental income from investment properties	2,711	1,436	88.8
- second half year			
- Sale of goods	25,087	47,581	(47.3)
- Rental income from investment properties	2,347	1,356	73.1
Operating (loss) / profit after tax before deducting minority interests reported for:			
- first half year	(8,224)	(16,270)	49.5
- second half year	(26,780)	45,406	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.

	FY2019 (Unaudited) RMB'000	FY2018 (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	48	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 2019, 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
CEO and Executive Director
29 August 2019