



YAMADA GREEN RESOURCES LIMITED

(Company Registration Number 201002962E)

(Incorporated in the Republic of Singapore)

UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE THIRD QUARTER AND THREE MONTHS ENDED 31 MARCH 2021

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-month period ended 31 Mar			9-month year ended 31 Mar		
	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000	Increase / (Decrease) %	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000	Increase / (Decrease) %
Revenue	15,790	17,186	(8.1)	46,922	59,342	(20.9)
Cost of sales	(13,903)	(14,455)	(3.8)	(41,638)	(51,179)	(18.6)
Gross profit	1,887	2,731	(30.9)	5,284	8,163	(35.3)
Income from investment properties	1,941	1,293	50.1	5,733	3,999	43.4
Other operating income	1,352	1,748	(22.7)	5,403	7,287	(25.9)
Selling and distribution expenses	(477)	(256)	86.3	(1,092)	(638)	71.2
Administrative expenses	(4,077)	(5,297)	(23.0)	(11,350)	(13,290)	(14.6)
Other operating expenses	-	-	-	(1,864)	(535)	248.4
Finance costs	(45)	(110)	(59.1)	(149)	(300)	(50.3)
Profit before taxation	581	109	433.0	1,965	4,686	(58.1)
Taxation	-	12	n.m.	-	(20)	n.m.
Profit after tax for the financial period	581	121	380.2	1,965	4,666	(57.9)
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period attributable to:						
Owners of the Company	581	121	380.2	1,965	4,666	(57.9)

	Group			
	3-month period ended 31 Mar		9-month year ended 31 Mar	
	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000
Earnings per share (RMB cent)				
- Basic	0.3	0.1	1.1	2.6
- Diluted	0.3	0.1	1.1	2.6

*n.m. – not meaningful

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

	Group					
	3-month period ended 31 Mar			9-month period ended 31 Mar		
	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000	Increase / (Decrease) %	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000	Increase / (Decrease) %
Amortisation of land use rights	-	(135)	n.m.	-	(405)	n.m.
Amortisation of intangible assets	(6)	(5)	20.0	(18)	(17)	5.9
Depreciation of property, plant and equipment	(53)	(648)	(91.8)	(141)	(2,226)	(93.7)
Depreciation of right of use assets	(860)	-	n.m.	(2,129)	-	n.m.
Exchange gain / (loss), net	793	1,491	(46.8)	(1,635)	1,202	n.m.
Gain on disposal of property, plant and equipment	-	-	-	3,555	-	n.m.
Government subsidies	323	18	1,694.4	891	18	4,850.0
Bad debts written off	-	-	-	(68)	-	n.m.
Interest income	15	12	25.0	70	33	112.1
Interest expense	(45)	(110)	(59.1)	(149)	(300)	(50.3)
Property, plant and equipment written off	-	-	-	(12)	(2)	500.0

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	
	31 Mar 2021 (Unaudited) RMB'000	30 June 2020 (Audited) RMB'000	31 Mar 2021 (Unaudited) RMB'000	30 June 2020 (Audited) RMB'000
ASSETS				
Non-current assets				
Property, plant and equipment	1,824	1,039	-	1
Land use rights	-	-	-	-
Right-of-use assets	26,148	48,238	-	-
Intangible assets	62	80	-	-
Investment properties	265,657	230,916	7,364	7,364
Investments in subsidiaries	-	-	149,762	149,762
Total non-current assets	293,691	280,273	157,126	157,127
Current assets				
Inventories	14,108	20,754	-	-
Trade and other receivables	8,736	8,925	158,773	146,458
Prepayments	10,331	1,928	147	87
Cash and bank balances	24,203	22,364	183	149
	57,378	53,971	159,103	146,694
Associate classified as held for sale ⁽¹⁾	26,567	30,080	-	-
Total assets	377,636	364,324	316,229	303,821
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	72,449	-	-
Revaluation reserve	41,740	41,740	-	-
Other reserve	29,349	29,349	-	-
Accumulated losses	(166,103)	(168,068)	(35,368)	(33,474)
Total equity attributable to owners of the Company	301,661	299,696	288,858	290,752
LIABILITIES				
Non-current liabilities				
Bank borrowings	4,155	4,673	4,155	4,673
Deferred tax liabilities	39,214	39,214	-	-
Total non-current liabilities	43,369	43,887	4,155	4,673
Current liabilities				
Trade and other payables	30,195	18,347	22,805	8,002
Bank borrowings	2,411	2,394	411	394
Total current liabilities	32,606	20,741	23,216	8,396
Total liabilities	75,975	64,628	27,371	13,069
Total equity and liabilities	377,636	364,324	316,229	303,821

Note:

(1) 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. As at 31 March 2021, the Purchaser has paid an aggregate amount of RMB25.39 million to Wangsheng.

1(b)(ii) Aggregate amount of group's borrowings and debt securities**Amount repayable in one year or less, or on demand**

As at 31 March 2021 (Unaudited)		As at 30 June 2020 (Audited)	
Secured (RMB'000)	Unsecured (RMB'000)	Secured (RMB'000)	Unsecured (RMB'000)
2,411	NA	2,394	NA

Amount repayable after one year

As at 31 March 2021 (Unaudited)		As at 30 June 2020 (Audited)	
Secured (RMB'000)	Unsecured (RMB'000)	Secured (RMB'000)	Unsecured (RMB'000)
4,155	NA	4,673	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 securities under the Facility Agreement.

In addition, Wangsheng has also 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 Qiu Hai, 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 securities pursuant to the Facility.

Subsequent to fully repayment of outstanding loan, Wangsheng further drew down an amount of RMB2.0 million from the amount granted by Postal Savings Bank of China for general working capital purposes in November 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 31 March 2021, the Group's outstanding loan amount was approximately RMB6.6 million, of which approximately RMB2.4 million is repayable within 1 year and the rest of the loan amount is repayable after 1 year.

1 (c) 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 Jan to Mar		9-months period from Jul to Mar	
	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000	FY2021 (Unaudited) RMB'000	FY2020 (Unaudited) RMB'000
Cash flows from operating activities:				
Profit before taxation	581	109	1,965	4,686
Adjustments for:				
Amortisation of land use rights	-	135	-	405
Amortisation of intangible assets	6	5	18	17
Bad debts written off	-	-	68	-
Depreciation of property, plant and equipment	53	648	141	2,226
Depreciation of right of use assets	860	-	2,129	-
Gain on disposal of property, plant and equipment	-	-	(3,555)	-
Property, plant and equipment written off	-	-	12	2
Interest expense	45	110	149	300
Interest income	(15)	(12)	(70)	(33)
Exchange (gain) / loss	(6)	(288)	937	(265)
Operating cash flow before working capital changes	1,524	707	1,794	7,338
Working Capital Changes:				
Inventories	2,906	2,122	6,646	7,019
Trade and other receivables	(447)	3,018	(8,282)	11,074
Trade and other payables	3,010	(4,198)	15,361	(11,292)
Cash generated from operations	6,993	1,649	15,519	14,139
Interest received	15	12	70	33
Income tax paid	-	(20)	-	(20)
Net cash generated from operating activities	7,008	1,641	15,589	14,152
Cash flows from investing activities:				
Acquisition of property, plant and equipment	(6,652)	(3,545)	(15,747)	(5,929)
Acquisition of intangible assets	-	-	-	(33)
Proceeds from disposal of property, plant and equipment	-	-	3,584	-
Net cash used in investing activities	(6,652)	(3,545)	(12,163)	(5,962)
Cash flows from financing activities:				
Proceeds from bank borrowings	-	-	2,000	4,000
Repayment of bank borrowings	(121)	(94)	(2,303)	(3,282)
Interest paid	(45)	(110)	(149)	(300)
Net cash (used in) / generated from financing activities	(166)	(204)	(452)	418
Net increase / (decrease) in cash and cash equivalents	190	(2,108)	2,974	8,608
Cash and cash equivalents at beginning of the financial period	24,053	23,701	22,364	12,901
Effect of foreign exchange rate changes on cash and cash equivalents	(40)	78	(1,135)	162
Cash and cash equivalents at end of the financial period	24,203	21,671	24,203	21,671

- 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						
	Share capital	Other reserve – non distributable	Share-based payment reserve	Statutory reserve	Revaluation reserve	Accumulated losses	Total equity
(RMB'000)							
FY2021							
(Unaudited)							
Balance at 1 July 2020	322,210	29,349	2,016	72,449	41,740	(168,068)	299,696
Profit for the financial period, representing total comprehensive income for the financial period	-	-	-	-	-	992	992
Total comprehensive income for the period	-	-	-	-	-	992	992
Balance as at 30 September 2020	322,210	29,349	2,016	72,449	41,740	(167,076)	300,688
Profit for the financial period, representing total comprehensive income for the financial period	-	-	-	-	-	392	392
Total comprehensive income for the period	-	-	-	-	-	392	392
Balance as at 31 December 2020	322,210	29,349	2,016	72,449	41,740	(166,684)	301,080
Profit for the financial period, representing total comprehensive income for the financial period	-	-	-	-	-	581	581
Total comprehensive income for the period	-	-	-	-	-	581	581
Balance as at 31 March 2021	322,210	29,349	2,016	72,449	41,740	(166,103)	301,661

	Group						
	Share capital	Other reserve – non distributable	Share-based payment reserve	Statutory reserve	Revaluation reserve	Accumulated losses	Total equity
(RMB'000)							
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 period, representing total comprehensive income for the financial period	-	-	-	-	-	3,989	3,989
Total comprehensive income for the period	-	-	-	-	-	3,989	3,989
Balance as at 30 September 2019	322,210	29,349	2,016	71,135	38,130	(169,518)	293,322
Profit for the financial period, representing total comprehensive income for the financial period	-	-	-	-	-	556	556
Total comprehensive income for the period	-	-	-	-	-	556	556
Balance as at 31 December 2019	322,210	29,349	2,016	71,135	38,130	(168,962)	293,878
Profit for the financial period, representing total comprehensive income for the financial period	-	-	-	-	-	121	121
Total comprehensive income for the period	-	-	-	-	-	121	121
Balance as at 31 March 2020	322,210	29,349	2,016	71,135	38,130	(168,841)	293,999

	Company			
	Share capital	Share based payment reserve	Accumulated losses	Total equity
(RMB'000)				
FY2021 (Unaudited)				
Balance as at 1 July 2020	322,210	2,016	(33,474)	290,752
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(695)	(695)
Total comprehensive loss for the period	-	-	(695)	(695)
Balance as at 30 September 2020	322,210	2,016	(34,169)	290,057
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(828)	(828)
Total comprehensive loss for the period	-	-	(828)	(828)
Balance as at 31 December 2020	322,210	2,016	(34,997)	289,229
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(371)	(371)
Total comprehensive loss for the period	-	-	(371)	(371)
Balance as at 31 March 2021	322,210	2,016	(35,368)	288,858

	Company			
	Share capital	Share based payment reserve	Accumulated losses	Total equity
(RMB'000)				
FY2020 (Unaudited)				
Balance as at 1 July 2019	322,210	2,016	(28,912)	295,314
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(1,538)	(1,538)
Total comprehensive loss for the period	-	-	(1,538)	(1,538)
Balance as at 30 September 2019	322,210	2,016	(30,450)	293,776
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(1,013)	(1,013)
Total comprehensive loss for the period	-	-	(1,013)	(1,013)
Balance as at 31 December 2019	322,210	2,016	(31,463)	292,763
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(301)	(301)
Total comprehensive loss for the period	-	-	(301)	(301)
Balance as at 31 March 2020	322,210	2,016	(31,764)	292,462

- 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 2020.

The Company has no outstanding convertibles, treasury shares and subsidiary holdings as at 31 March 2020 and 31 March 2021.

- 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	
	31 Mar 2021 (Unaudited)	30 June 2020 (Audited)	31 Mar 2021 (Unaudited)	30 June 2020 (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 31 March 2021.

- 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.**

Not applicable.

(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 2020.

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 Group has adopted the Singapore Financial Reporting Standards (International) ("FRS(I)s") that are effective for the annual periods beginning on or after 1 July 2020 and are relevant to its operations. The adoption of these new FRS(I)s does not result in any changes to the Group's and the Company's accounting policies and has no material effect on the amounts reported for the current financial period or prior financial years.

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 31 Mar		9-months ended 31 Mar	
	FY2021 (Unaudited)	FY2020 (Unaudited)	FY2021 (Unaudited)	FY2020 (Unaudited)
Profit after tax (RMB'000)	581	121	1,965	4,666
Basic earnings per share (RMB cent)	0.3	0.1	1.1	2.6
Diluted earnings per share (RMB cent)	0.3	0.1	1.1	2.6

Explanatory notes:

Earnings per share is calculated based on the Group's profit after tax for the respective financial period under review divided by the issued share capital of the Company of 176,798,164 (2020: 176,798,164) shares.

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	
	31 Mar 2021 (Unaudited)	30 June 2020 (Audited)	31 Mar 2021 (Unaudited)	30 June 2020 (Audited)
Net Asset Value per share (RMB cents)	170.6	169.5	163.4	164.5

The net asset value per ordinary share of the Group and the Company as at 31 March 2021 and 30 June 2020 was calculated based on the issued share capital of the Company of 176,798,164 as at 31 March 2021 and 30 June 2020.

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

Q3FY2021 vs Q3FY2020

Our revenue is derived from our food processing business. In the third quarter ended 31 March 2021 ("Q3FY2021"), revenue decreased by RMB1.4 million from RMB17.2 million in the third quarter ended 31 March 2020 ("Q3FY2020") to RMB15.8 million in Q3FY2021, which was due mainly to the decrease in domestic sales. The decrease in domestic sales was attributable to lower sales volume of processed mushroom as a result of the challenging market condition caused by the Covid-19 pandemic.

Cost of sales decreased by RMB0.6 million from RMB14.5 million in Q3FY2020 to RMB13.9 million in Q3FY2021 in tandem with the decrease in revenue.

In tandem with the decrease in revenue, gross profit decreased by RMB0.8 million to RMB1.9 million in Q3FY2021 as compared to RMB2.7 million in Q3FY2020. Gross profit margin decreased from 15.9% in Q3FY2020 to 12.0% in Q3FY2021 as a result of fluctuation in foreign currency exchange caused by the weakening of USD against RMB in Q3FY2021.

Income from investment properties recorded an increase of RMB0.6 million to RMB1.9 million in Q3FY2021 as compared to RMB1.3 million in Q3FY2020 due to increase in space rented out during the financial period.

Other operating income decreased to RMB1.4 million in Q3FY2021 from RMB1.7 million in Q3FY2020 due mainly to lower gain on foreign exchange. Other operating income recorded in Q3FY2021 also comprised of interest income and other miscellaneous income.

Selling and distribution costs increased by RMB0.2 million from RMB0.3 million in Q3FY2020 to RMB0.5 million in Q3FY2021 due to higher sea freight charges as a result of shortage in shipping container.

Administrative expenses decreased by RMB1.2 million or 23.0% from RMB5.3 million in Q3FY2020 to RMB4.1 million in Q3FY2021. This was due mainly to lower repair and maintenance costs for factory buildings and staff costs incurred during the financial period.

The Group recorded finance costs of RMB0.1 million in both Q3FY2021 and Q3FY2020.

As a result of the above, the Group recorded a profit after tax of RMB0.6 million for Q3FY2021, as compared to a profit after tax of RMB0.1 million for Q3FY2020.

9MFY2021 vs 9MFY2020

Revenue decreased by RMB12.4 million or 20.9% from RMB59.3 million for the 9 months ended 31 March 2020 ("9MFY2020") to RMB46.9 million for the 9 months ended 31 March 2021 ("9MFY2021"). The decrease was due to lower domestic and international sales. The decrease in domestic sales was attributable to lower sales volume of konjac jelly and processed mushroom as a result of the challenging market condition caused by the Covid-19 pandemic. The decrease in international sales was a result of lower sales volume of processed mushroom and konjac jelly to our major customers in Japan, which were affected by the Covid-19 pandemic.

Cost of sales decreased by RMB9.6 million from RMB51.2 million in 9MFY2020 to RMB41.6 million in 9MFY2021 in tandem with the decrease in revenue.

In line with the decrease in revenue, gross profit for 9MFY2020 decreased by RMB2.9 million to RMB5.3 million as compared to RMB8.2 million in 9MFY2020. Gross profit margin decreased from 13.8% in 9MFY2020 to 11.3% in 9MFY2021 due mainly to the fluctuation in foreign currency exchange caused by the weakening of USD against RMB.

Income from investment properties recorded an increase of 43.4% to RMB5.7 million in 9MFY2021 as compared to RMB4.0 million in 9MFY2020 due to increase in space rented out during the financial period.

Other operating income decreased by RMB1.9 million to RMB5.4 million in 9MFY2021 as compared to RMB7.3 million in 9MFY2020 due mainly to absence of a one-off penalty payment received from Golden Sea International Holdings Limited recorded in 9MFY2020. Other operating income recorded in 9MFY2021 comprised of gain on disposal of property, plant and equipment, government subsidies, interest income and other miscellaneous income.

Selling and distribution costs increased by RMB0.5 million from RMB0.6 million in 9MFY2020 to RMB1.1 million in 9MFY2021 due to higher sea freight charges as a result of the shortage in shipping container.

Administrative expenses decreased by RMB1.9 million or 14.6% from RMB13.3 million in 9MFY2020 to RMB11.4 million in 9MFY2021 due mainly to lower legal and professional fees and repair and maintenance costs for factory buildings incurred during the financial period

Other operating expenses increased by RMB1.4 million from RMB0.5 million in 9MFY2020 to RMB1.9 million in 9MFY2021 due mainly to loss on foreign exchange recorded as a result of the weakening of USD against RMB during the financial period.

Finance costs decreased by RMB0.2 million from RMB0.3 million in 9MFY2020 to RMB0.1 million in 9MFY2021 due mainly to lower interest expense.

As a result of the above, the Group recorded a profit after tax of RMB2.0 million for 9MFY2021, as compared to a profit after tax of RMB4.7 million for 9MFY2020.

Review of Balance Sheet

Non-current assets increased by RMB13.4 million, from RMB280.3 million as at 30 June 2020 to RMB293.7 million as at 31 March 2021. The increase was due mainly to capital expenditure incurred for building reconstruction and renovation of our factory building, warehouse buildings and investment properties in Fuzhou.

Current assets increased by RMB3.4 million, from RMB54.0 million as at 30 June 2020 to RMB57.4 million as at 31 March 2021 due mainly to the increase in prepayments and cash and bank balances of RMB8.4 million and RMB1.8 million respectively which was partially offset by the decrease in inventories and trade and other receivables of RMB6.6 million and RMB0.2 million respectively. The decrease in trade receivables was in line with the decrease in revenue. The increase in prepayments was due to advanced progress payments made to contractors for building reconstruction and renovation of our factory building, warehouse buildings and investment properties in Fuzhou. Meanwhile, the decrease in inventories was due mainly to effective inventory control.

Non-current liabilities decreased by RMB0.5 million, from RMB43.9 million as at 30 June 2020 to RMB43.4 million as at 31 March 2021 due mainly to repayment of bank borrowings during the financial period.

Current liabilities increased by RMB11.9 million, from RMB20.7 million as at 30 June 2020 to RMB32.6 million as at 31 March 2021 due to an increase in trade and other payables, which was due mainly to security deposits received from new tenants, advanced receipts from customers and advanced receipts from disposal of investment in associate.

Review of Cash Flow Statement**Q3FY2021 vs Q3FY2020**

Net cash generated from operating activities increased by RMB5.4 million, from RMB1.6 million in Q3FY2020 to RMB7.0 million in Q3FY2021. This was mainly attributable to higher profits generated during the financial period coupled with lower inventories and higher payables, and was partially offset by higher receivables.

Net cash used in investing activities of RMB6.7 million in Q3FY2021 was due to capital expenditures incurred for building reconstruction and renovation of our factory building, warehouse buildings and investment properties in Fuzhou.

There was a net cash outflow of RMB0.2 million in financing activities in Q3FY2021 which was due mainly to repayment of bank borrowings.

9MFY2021 vs 9MFY2020

Net cash generated from operating activities increased by RMB1.4 million, from RMB14.2 million in 9MFY2020 to RMB15.6 million in 9MFY2021. The increase was due mainly to lower inventories and higher payables which was partially offset by higher receivables and lower profit before tax.

Net cash used in investing activities of RMB12.2 million in 9MFY2021 was due to capital expenditure incurred for building reconstruction and renovation of our factory building, warehouse buildings and investment properties in Fuzhou, which was partially offset by proceeds from the disposal of property, plant and equipment.

There was a net cash outflow of RMB0.5 million in financing activities in 9MFY2021 which was mainly due to repayment of bank borrowings. This was partially offset by drawdowns of bank borrowings during the financial period.

As a result of the above, cash and cash equivalents increased by RMB2.5 million to RMB24.2 million as at the end of 9MFY2021.

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.

Although the Covid-19 pandemic in PRC is under control where the economic and social activities are returning to normal, the Group continues to face challenging market conditions as the Group derives quite a substantial part of its revenue from overseas market which were severely affected by the ongoing pandemic. As such, we will continue to explore new customers in domestic market in order to cushion the impact of the decrease in overseas sales. In addition, we will also actively market and promote the leasing of our investment properties so as to achieve steady recurring income and growth. Meanwhile, we will continue to implement our prevention and control plan to ensure product safety, stable production and smooth sales to ensure business continuity amid the challenging market conditions

The Group will continue to exercise stringent cost management, build rapport and improve business relationships with major customers. We will focus on high value-added processed food products and proactively explore new markets to drive the performance of the Group. 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 to 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, and the subsequent updates contained in paragraph 10 of its results announcements on 28 August 2020, 30 October 2020 and 9 February 2021 ("**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.

The Company wishes to update as follows:

1. The Internal Control Review Report submitted to the Audit Committee and SGX on 2 August 2019 is still pending SGX approval for finalisation. The Audit Committee, and Crowe Horwath continue to engage SGX on the same.
2. Following the Company's application dated 12 October 2020 for resumption trading of the Company's shares on SGX-ST, SGX has on 11 February 2021 (the "**February Email**") replied as follows:
 - a. SGX would only consider the Company's application upon the satisfaction of the following:
 - i. Statutory auditor: Requirement for Singapore-based and big four auditor ("**Big Four Firms**") for the statutory audit of the Company's financial year ended 30 June 2021 ("**FY2021 Audit**").
 - ii. Internal auditor ("IA"): Requirement for Singapore-based, preferably from a Big 4 professional firm for internal audit on an ongoing basis.
 1. In this regard, Crowe Horwath, the Company's current IA meets this requirement of being a Singapore-based IA.

2. Crowe Horwath, or the incoming IA is to look into the effectiveness of the controls that have been implemented based on Crowe's recommendations.
- iii. AC Chairman: Requirement to be Singapore-based, experienced and is finance-trained.
- iv. CFO: Requirement to be Singapore-based, strong and experienced in finance.
- b. SGX has also recommended the actions below be put in place as these are factors which will be taken into consideration when assessing the resumption proposal:
 - i. Independent directors ("IDs"): In view that the IDs have been long-serving on the board of the Company, SGX encourage a board renewal with respect to the IDs.
 - ii. The Board is encouraged to make further improvements to the Group's finance function and oversight.
- c. Company to withdraw its application and submit a fresh application after the above have been met.
3. The Company has on 22 February 2021 withdrawn the application dated 12 October 2020.
4. On 19 March 2021, the Company announced the reconstitution of the board as follows:
 - a. resignation of Mr Chua Ser Miang as the Lead Independent Director of the Company with effect from 31 March 2021;
 - b. appointment of Mr Liu Yi as an Independent Director of the Company, the Chairman of the Remuneration Committee and a member of the Audit Committee and Nominating Committee with effect from 1 April 2021;
 - c. redesignation of Mr Tan Kah Ghee as the Lead Independent Director and Chairman of the Audit Committee with effect from 1 April 2021;
 - d. redesignation of Mr Chang Feng-chang as the Chairman of the Nominating Committee with effect from 1 April 2021; and
 - e. appointment of Mr Chen Qiuhai as a member of the Nominating Committee with effect from 1 April 2021.
5. Following the receipt of the February Email, between February and March 2021, the Company has through its directors, management team, legal advisers and substantial shareholder initiated contact with each of the Big Four Firms to discuss their potential appointment for the FY2021 Audit. Notwithstanding the Company's efforts through phone calls, email discussions and in-person meetings with representatives from the Big Four firms, the Company was unable to get any of the Big Four Firm to accept the appointment for its FY2021 Audit. In view of the foregoing, the Company as sought further guidance from SGX on 21 April 2021.

The Company and the Audit Committee will continue to engage SGX proactively 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 the uncertainty caused by the pandemic, the operating environment is 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 financial period ended 31 March 2021.

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 period from 1 July 2020 to 31 March 2021:

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 period ended 31 March 2021. 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

The Directors confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors which may render the unaudited consolidated financial results of Yamada Green Resources Limited for the financial period ended 31 March 2021 to be false or misleading in any material aspect.

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.

BY ORDER OF THE BOARD

Chen Qiu hai
Executive Director and CEO
14 May 2021