YAMADA GREEN RESOURCES LIMITED AND SUBSIDIARIES

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

Yamada Green Resource Limited (the "Company", and together with its subsidiaries, the "Group") refers to the financial statements of the Group for the period ended 31 December 2023 released on SGXNet on 2 February 2024. The Company would like to provide the following information in response to the queries raised by the Singapore Exchange Securities Trading Limited on 13 February 2024.

Query 1

Please disclose a breakdown of trade and other payables amounting to RMB 7,697,000 as at 31 December 2023 and RMB 8,553,000 as at 30 June 2023. For other payables, please disclose the aging and nature of these other payables and whether the counterparties are related parties.

Response to Query 1

(i) Breakdown of the Group's trade and other payables are as follows:

	As at 31 December 2023 (RMB'000)	As at 30 June 2023 (RMB'000)
Trade payables	882	1,456
Accruals	2,987	3,554
Government tax payables	555	538
Rental deposits	2,653	2,531
Advances from customers	620	474
Total trade and other payables	7,697	8,553

There are no related parties involved under other payables.

The nature of these other payables are as follows:

(a). Accruals relate to liabilities for employee benefit costs, professional fees and utilities charges.

(b). Government tax payables relate to provision of tax liabilities.

(c). Advances from customers relate to advance rental from tenants.

(ii) Aging of the Group's trade payables are as follows:

As at 31 December 2023	Current	Past Due				Total
		Within 30 days	31 – 60 days	61 – 90 days	More than 90 days	
	(RMB'000)	(RMB'000)	(RMB'000)	(RMB'000)	(RMB'000)	(RMB'000)
Trade payables	882	-	-	-	-	882
	882	-	-	-	-	882

Query 2

It is disclosed that "Administrative expenses increased by RMB0.9 million or 15.0%, from RMB6.0 million in 1HFY2023 to RMB6.9 million in 1HFY2024. The increase was mainly due to higher legal and professional fees and repair and maintenance costs which was offset by lower staff salaries and related costs as a result of headcount reduction.". Please disclose the nature of such legal and professional fees, and explain what led to the increase in such expenses.

Response to Query 2

The increase in the legal and professional fees are mainly due to:

(i) Under provision of the professional fee for internal audit services in FY2023;

(ii) Professional fee incurred for the drafting of Share Purchase Mandate and the letter of application to SGX-ST for waiver of quarterly review; and

(iii) Processing, admin and handling fee incurred for the dividend distribution exercise.

Query 3

Please disclose:

(i) a breakdown of the trade and other receivables amounting to RMB 5,703,000 as at 31 December 2023 and RMB 8,815,000 as at 30 June 2023;
(ii) aging of the Group's trade receivables;
(iv) details of the Group's underlying transactions of its other receivables and the terms of the transactions;
(v) whether there are major customer(s) and whether the Company continues to transact with these customer(s); and
(vi) the Board's assessment of the recoverability of the remaining trade and other receivables.

Response to Query 3

(i) A breakdown of the Group's receivables are as follows:

	As at 31 December 2023 (RMB'000)	As at 30 June 2023 (RMB'000)
Trade receivables	2,858	4,863
Other receivables	29	77
VAT receivables	2,816	3,861
Advances to suppliers	-	14
Total trade and other payables	5,703	8,815

(ii) Aging of the Group's trade receivables are as follows:

As at 31 December 2023	Current	Past Due				Total
		Within 30 days	31 – 60 days	61 – 90 days	More than 90 days	
	(RMB'000)	(RMB'000)	(RMB'000)	(RMB'000)	(RMB'000)	(RMB'000)
Trade receivables – processed foods product	983	-	-	-	-	983
Trade receivables – investment properties	1,605	170	72	28	-	1,875
	2,588	170	72	28	-	2,858

(iii) Details of the Group's underlying transactions of its other receivables and the terms of the transactions are as follows:

(a) VAT receivable relates to the amount of value added tax on qualifying purchases that are to be received from the government.

(b) Advances to suppliers relate to advance payments for the purchase of raw materials for processed food.

(c) Other receivables mainly relate to utilities charges to be collected from the tenants.

(iv) The trade receivables from processed foods product of RMB983,000 are from a major customer of the Group and the Group will continue to transact with this customer.

The trade receivables from investment properties are from the Group's major tenants amounting to RMB1,072,000 and other tenants amounting to RMB803,000 respectively. The Group will also continue to transact with these tenants.

(v) The trade receivables from processed foods product of RMB983,000 are within the Group's credit term. The Group has received the full payment of RMB983,000 from the customer as of 31 January 2024.

The trade receivables from investment properties of RMB1,605,000 which are within the Group's credit term, the Group has received the payment of RMB1,226,000 from the tenants as of 31 January 2024. As for the trade receivables from investment properties of RMB170,000 which are past due within 30 days, the Group has received the payment of RMB144,000 from the tenants as of 31 January 2024. For the trade receivables from investment properties of RMB100,000 which is past due more than 30 days, the Group has terminated the tenancy agreement with the tenants. The securities deposits withhold by the Group is sufficient to repay the outstanding amount.

In view of the above, the Board was satisfied with the recoverability of the trade receivables.

BY ORDER OF THE BOARD

CHEN QIUHAI
Executive Director and Chief Executive Officer
15 February 2024