



**YAMADA GREEN RESOURCES LIMITED**  
(Company Registration Number 201002962E)  
(Incorporated in the Republic of Singapore)  
**AND SUBSIDIARIES**

**Unaudited condensed consolidated financial statements**  
**For the six months ended 31 December 2023**

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**A. CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

	Note	Group					
		3-months period ended 31 December			6-months period ended 31 December		
		2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000	Increase / (Decrease) %	2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000	Increase / (Decrease) %
Revenue	5	2,557	8,396	(69.5)	6,862	21,431	(68.0)
Cost of sales		(2,594)	(7,860)	(67.0)	(6,781)	(19,732)	(65.6)
Gross (loss) / profit		(37)	536	n.m.	81	1,699	(95.2)
Revenue from investment properties	5	3,863	1,865	107.1	8,117	4,693	73.0
Other operating income	6	-	46	n.m.	527	453	16.3
Selling and distribution expenses		(9)	(222)	(95.9)	(76)	(721)	(89.5)
Administrative expenses		(3,711)	(2,576)	44.1	(6,851)	(5,958)	15.0
Other operating expenses	6	(78)	(493)	(84.2)	(925)	(12)	7,608.3
Finance costs	6	-	(29)	n.m.	(70)	(54)	29.6
Profit / (loss) before taxation		28	(873)	n.m.	803	100	703.0
Taxation	7	-	-	n.m.	564	-	n.m.
Total profit for the period		28	(873)	n.m.	1,367	100	1,267.0
Other comprehensive income, net of tax							
Item that will never be reclassified subsequently to profit or loss:							
Revaluation of property, plant and equipment - leasehold buildings and structural improvements and land use rights classified as property, plant and equipment, net of tax		-	-	-	-	-	-
Total other comprehensive income for the period		-	-	-	-	-	-
Total comprehensive income for the period attributable to:							
Owners of the Company		28	(873)	n.m.	1,367	100	1,267.0
Earnings per share							
- Basic and diluted (RMB cents)	8	0.01	(0.5)		0.8	0.1	

\*n.m. – not meaningful

**B. CONDENSED INTERIM STATEMENTS OF FINANCIAL POSITION**

	Note	Group		Company	
		31 December 2023 (Unaudited) RMB'000	30 June 2023 (Audited) RMB'000	31 December 2023 (Unaudited) RMB'000	30 June 2023 (Audited) RMB'000
<b>ASSETS</b>					
<b>Non-current assets</b>					
Property, plant and equipment	10	45,982	45,182	-	-
Intangible assets	11	4	12	-	-
Investment properties	12	258,112	252,197	8,556	8,556
Investments in subsidiaries	13	-	-	154,289	154,289
<b>Total non-current assets</b>		<b>304,098</b>	<b>297,391</b>	<b>162,845</b>	<b>162,845</b>
<b>Current assets</b>					
Inventories		1,837	4,596	-	-
Trade and other receivables		5,703	8,815	119,168	167,615
Prepayments		16	91	16	91
Cash and bank balances		20,920	27,984	3,648	72
		<u>28,476</u>	<u>41,486</u>	<u>122,832</u>	<u>167,778</u>
<b>Total assets</b>		<b>332,574</b>	<b>338,877</b>	<b>285,677</b>	<b>330,623</b>
<b>EQUITY</b>					
Share capital	14	322,210	322,210	322,210	322,210
Share-based payment reserve		2,016	2,016	2,016	2,016
Statutory reserve		30,176	72,558	-	-
Revaluation reserve		45,026	45,026	-	-
Other reserve		28,575	29,349	-	-
Accumulated losses		(136,283)	(178,806)	(40,676)	(39,309)
<b>Total equity attributable to owners of the Company</b>		<b>291,720</b>	<b>292,353</b>	<b>283,550</b>	<b>284,917</b>
<b>LIABILITIES</b>					
<b>Non-current liabilities</b>					
Bank borrowing	15	-	3,592	-	3,592
Deferred tax liabilities		32,837	32,837	-	-
<b>Total non-current liabilities</b>		<b>32,837</b>	<b>36,429</b>	<b>-</b>	<b>3,592</b>
<b>Current liabilities</b>					
Trade and other payables		7,697	8,553	2,127	41,687
Bank borrowing	15	-	427	-	427
Current tax payables		320	1,115	-	-
<b>Total current liabilities</b>		<b>8,017</b>	<b>10,095</b>	<b>2,127</b>	<b>42,114</b>
<b>Total liabilities</b>		<b>40,854</b>	<b>46,524</b>	<b>2,127</b>	<b>45,706</b>
<b>Total equity and liabilities</b>		<b>332,574</b>	<b>338,877</b>	<b>285,677</b>	<b>330,623</b>

C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY

	Group						
	Share capital	Share- based payment reserve	Statutory reserve	Revaluation reserve	Other reserve – non distributable	Accumulated profits / (losses)	Total equity
<b>(RMB'000)</b>							
<b><u>6 months ended 31 December 2023</u></b>							
<b><u>(Unaudited)</u></b>							
At 1 July 2023	322,210	2,016	72,558	45,026	29,349	(178,806)	292,353
Profit for the financial period	-	-	-	-	-	1,367	1,367
Transfer to accumulated losses upon deregistration of a subsidiary (Note 16)	-	-	(42,382)	-	(774)	43,156	-
<b>Total comprehensive income for the financial period</b>	-	-	(42,382)	-	(774)	44,523	1,367
Dividends (Note 17)	-	-	-	-	-	(2,000)	(2,000)
<b>Total transaction with owners, recognised directly to equity</b>	-	-	-	-	-	(2,000)	(2,000)
At 31 December 2023	322,210	2,016	30,176	45,026	28,575	(136,283)	291,720
<b><u>6 months ended 31 December 2022</u></b>							
<b><u>(Unaudited)</u></b>							
At 1 July 2022	322,210	2,016	72,449	43,782	29,349	(185,768)	284,038
Profit for the financial period	-	-	-	-	-	100	100
<b>Total comprehensive income for the financial period</b>	-	-	-	-	-	100	100
At 31 December 2022	322,210	2,016	72,449	43,782	29,349	(185,668)	284,138

C. CONDENSED INTERIM STATEMENTS OF CHANGES IN EQUITY (CONT'D)

	Company			Total equity
	Share capital	Share based payment reserve	Accumulated profits / (losses)	
<b>(RMB'000)</b>				
<b><u>6 months ended 31 December 2023</u></b>				
<b><u>(Unaudited)</u></b>				
At 1 July 2023	322,210	2,016	(39,309)	284,917
Profit for the financial period, representing total comprehensive income for the financial period	-	-	633	633
<b>Total comprehensive income for the financial period</b>	-	-	633	633
Dividends (Note 17)	-	-	(2,000)	(2,000)
<b>Total transaction with owners, recognised directly to equity</b>	-	-	(2,000)	(2,000)
At 31 December 2023	322,210	2,016	(40,676)	283,550
<b><u>6 months ended 31 December 2022</u></b>				
<b><u>(Unaudited)</u></b>				
At 1 July 2022	322,210	2,016	(42,166)	282,060
Loss for the financial period, representing total comprehensive loss for the financial period	-	-	(325)	(325)
<b>Total comprehensive loss for the financial period</b>	-	-	(325)	(325)
At 31 December 2022	322,210	2,016	(42,491)	281,735

**D. CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS**

	<b>Group</b>	
	6-month period from July to December	
	<b>2023</b> <b>(Unaudited)</b> <b>RMB'000</b>	<b>2022</b> <b>(Unaudited)</b> <b>RMB'000</b>
<b>Cash flows from operating activities:</b>		
Profit before taxation	803	100
Adjustments for:		
Amortisation of intangible assets	8	12
Depreciation of property, plant and equipment	1,227	1,722
Exchange loss / (gain)	17	(562)
Impairment loss on disposal of property, plant and equipment	729	-
Property, plant and equipment written off	158	3
Interest expense	70	54
Interest income	(282)	(17)
Operating cash flow before working capital changes	2,730	1,312
Working Capital Changes:		
Inventories	2,759	6,876
Trade and other receivables and prepayments	3,187	(1,507)
Trade and other payables	(770)	(5,249)
Cash generated from operations	7,906	1,432
Income tax paid	(231)	-
Interest received	282	17
<b>Net cash generated from operating activities</b>	<b>7,957</b>	<b>1,449</b>
<b>Cash flows from investing activities:</b>		
Acquisition of property, plant and equipment (Note A)	(3,013)	(46)
Acquisition of investment properties	(5,915)	(6,278)
<b>Net cash used in investing activities</b>	<b>(8,928)</b>	<b>(6,324)</b>
<b>Cash flows from financing activities:</b>		
Dividends paid (Note 17)	(2,000)	-
Repayment of bank borrowing - principal	(4,022)	(215)
Repayment of bank borrowing - interest	(70)	(54)
<b>Net cash used in financing activities</b>	<b>(6,092)</b>	<b>(269)</b>
Net decrease in cash and cash equivalents	(7,063)	(5,144)
Cash and cash equivalents at beginning of financial period	27,984	17,788
Effect on foreign exchange of rate changes on cash and cash equivalents	(1)	232
<b>Cash and cash equivalents at end of financial period</b>	<b>20,920</b>	<b>12,876</b>

Note A

During the six months ended 31 December 2023, the Group acquired property, plant and equipment with an aggregate cost of RMB 2,914,000 (30 December 2022 - RMB 46,000). As at 31 December 2023, the amount owing to a contractor for refurbishment work to the leasehold building was RMB Nil (30 June 2023 - RMB 99,000). Total cash payments of RMB 3,013,000 in the current reporting period included RMB99,000 cash payment to the said contractor.

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**E. NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE THREE MONTHS ENDED 30 SEPTEMBER 2023****1. General Information**

Yamada Green Resources Limited (the “Company”) is a public limited liability company and domiciled in the People’s Republic of China (“PRC”). The Company was incorporated in Singapore on 8 February 2010 as a private limited company under the name Yamada Green Resources Pte. Ltd. On 28 September 2010, the Company was converted into a public company. The Company is listed on the Mainboard of the Singapore Exchange Securities Trading Limited (“SGX-ST”).

The registered office of the Company is located at 7 Temasek Boulevard #32-01 Suntec Tower One, Singapore 038987. The principal place of business is at No. 2 Dongling Road, Minhou Economic and Technological Development Zone, Ganzhe Street Minhou County, Fuzhou City, Fujian Province, PRC and No.2 Fengsheng Road, Liantang Town, Pucheng County, Nanping City, Fujian Province, PRC.

The principal activity of the Company is that of an investment holding company. The principal activities of the subsidiaries are:

- Production and sales of processed food products;
- Sales of edible fungi; and
- Rental revenue from investment properties.

**2. Basis of preparation**

The condensed consolidated interim financial statements of the Group has been prepared on a condensed basis in accordance with the Singapore Financial Reporting Standard (International) (“SFRS(I)”) 1-34 Interim Financial Reporting. They do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual consolidated financial statements as at and for the year ended 30 June 2023.

The condensed consolidated interim financial statements, which do not include the full disclosures of the type normally included in full annual financial statements prepared in accordance with the SFRS(I)s, are to be read in conjunction with the last audited financial statements for the year ended 30 June 2023.

Accounting policies and methods of computation used in the condensed consolidated interim financial statements are consistent with those applied in the financial statements for the year ended 30 June 2023, which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standard as set out in Note 2.1.

The condensed consolidated interim financial statements is presented in Renminbi (“RMB”) which is the Company’s functional currency. All financial information presented in RMB has been rounded to the nearest thousand (“RMB’000”) unless otherwise stated.

## 2. Basis of preparation (Cont'd)

### 2.1. New and amended standards adopted by the Group

A number of amendments to Standards have become applicable for the current reporting period:

Reference	Description	Effective date (Annual periods beginning on or after)
SFRS(I) 17	<i>Insurance contracts</i>	1 January 2023
Amendments to SFRS(I) 1-12	<i>Deferred Tax Related to Assets and Liabilities Arising from A Single Transaction</i>	1 January 2023
Amendments to SFRS(I) 1-8	<i>Definition of Accounting Estimates</i>	1 January 2023
Various SFRS(I)s	<i>SFRS(I) 1-1 and SFRS(I) Practice Statement 2: Disclosure of Accounting Policies</i>	1 January 2023

The Group did not have to change its accounting policies or make retrospective adjustments as a result of adopting those standards, where applicable.

## 3. Use of judgements and estimates

In preparing the condensed interim consolidated financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 30 June 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to the carrying amounts of assets and liabilities within the next interim period are included in the following notes:

- Notes 10 & 12 – Valuation of right-of-use assets and investment properties
- Note 13 – Impairment of investments in subsidiaries

## 4. Seasonality of operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

**5. Segment and revenue information**

The Group's business comprises processed food products and investment properties segments.

1 July 2023 to 31 December 2023 (Unaudited)	Investment properties RMB'000	Processed food products RMB'000	Corporate RMB'000	Total RMB'000
<b>Revenue</b>				
- Sale of goods	-	6,862	-	6,862
- Revenue from investment properties	8,117	-	-	8,117
<b>Results</b>				
Segment results	5,823	(2,236)	(2,267)	1,320
Interest income	-	282	-	282
Impairment loss on property, plant and equipment	-	(729)	-	(729)
Finance costs	(70)	-	-	(70)
Profit/(loss) before taxation	5,753	(2,683)	(2,267)	803
Taxation	(320)	884	-	564
Profit/(loss) after taxation	5,433	(1,799)	(2,267)	1,367
Other segment items				
Capital expenditure				
- property, plant and equipment	-	2,914	-	2,914
- investment properties	5,915	-	-	5,915
Property, plant and equipment written off	-	(158)	-	(158)
Depreciation and amortisation	-	1,235	-	1,235
<b>Segment assets</b>	<b>259,996</b>	<b>66,092</b>	<b>3,666</b>	<b>329,754</b>
<b>Segment liabilities</b>	<b>3,273</b>	<b>1,784</b>	<b>2,082</b>	<b>7,139</b>

5. Segment and revenue information (cont'd)

1 July 2022 to 31 December 2022 (Unaudited)	Investment properties RMB'000	Processed food products RMB'000	Corporate RMB'000	Total RMB'000
<b>Revenue</b>				
- Sale of goods	-	21,431	-	21,431
- Revenue from investment properties	4,693	-	-	4,693
<b>Results</b>				
Segment results	2,586	(371)	(2,078)	137
Interest income	-	17	-	17
Finance costs	(54)	-	-	(54)
Profit/(loss) before taxation	2,532	(354)	(2,078)	100
Taxation	-	-	-	-
Profit/(loss) after taxation	2,532	(354)	(2,078)	100
Other segment items				
Capital expenditure				
- property, plant and equipment	-	46	-	46
- investment properties	6,278	-	-	6,278
Property, plant and equipment written off	-	3	-	3
Depreciation and amortisation	-	1,734	-	1,734
<b>Segment assets</b>	<b>243,523</b>	<b>80,085</b>	<b>1,198</b>	<b>324,806</b>
<b>Segment liabilities</b>	<b>4,908</b>	<b>9,339</b>	<b>1,579</b>	<b>15,826</b>

Geographical Information

The Group's two business segments operate in two geographical areas.

	Group			
	3 months ended 31 December		6 months ended 31 December	
	2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000	2023 (Unaudited) RMB'000	2022 (Audited) RMB'000
Revenue – sale of goods				
- Japan	2,528	8,261	6,592	21,001
- The People's Republic of China ("PRC")	29	135	270	430
Total	2,557	8,396	6,862	21,431
Revenue – rental income from investment properties				
- PRC	3,796	1,800	7,983	4,567
- Singapore	67	65	134	126
Total	3,863	1,865	8,117	4,693

5. Segment and revenue information (Cont'd)

Timing of revenue recognition

	Group					
	3 months ended 31 December 2023			6 months ended 31 December 2023		
	At a point in time	Over time	Total	At a point in time	Over time	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Revenue – sale of goods	2,557	-	2,557	6,862	-	6,862
Revenue – rental income from investment properties	-	3,863	3,863	-	8,117	8,117
	<u>2,557</u>	<u>3,863</u>	<u>6,420</u>	<u>6,862</u>	<u>8,117</u>	<u>14,979</u>

	Group					
	3 months ended 31 December 2022			6 months ended 31 December 2022		
	At a point in time	Over time	Total	At a point in time	Over time	Total
	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000	RMB'000
Revenue – sale of goods	8,396	-	8,396	21,431	-	21,431
Revenue – rental income from investment properties	-	1,865	1,865	-	4,693	4,693
	<u>8,396</u>	<u>1,865</u>	<u>10,261</u>	<u>21,431</u>	<u>4,693</u>	<u>26,124</u>

6. Profit before taxation

6.1 Significant items

	Group					
	3 months ended 31 December			6 months ended 31 December		
	2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000	Increase / (Decrease) %	2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000	Increase / (Decrease) %
Amortisation of intangible assets	(4)	(6)	(33.3)	(8)	(12)	(33.3)
Depreciation of property, plant and equipment	(608)	(899)	(32.4)	(1,227)	(1,722)	(28.7)
Interest expense	-	(29)	n.m.	(70)	(54)	29.6
<i>Included in other operating income:</i>						
Foreign currency exchange gain, net	-	-	-	-	330	n.m.
Government subsidies	-	44	n.m.	-	222	n.m.
Interest income	119	2	5,850.0	282	17	1,558.8

6. Profit before taxation (cont'd)

6.1 Significant items (cont'd)

	<b>Group</b>					
	3 months ended 31 December			6 months ended 31 December		
	2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000	Increase / (Decrease) %	2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000	Increase / (Decrease) %
<i>Included in other operating expenses:</i>						
Foreign currency exchange loss, net	(37)	(461)	(92.0)	(37)	-	n.m.
Impairment loss of property, plant and equipment	-	-	-	(729)	-	n.m.
Property, plant and equipment written off	(106)	(3)	3,433.3	(158)	(3)	5,166.7

\*n.m. – not meaningful

6.2 Related party transactions

There is no material related party transaction apart from those disclosed elsewhere in the financial statements.

7. Taxation

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	<b>Group</b>	
	6 months ended 31 December	
	2023 (Unaudited) RMB'000	2022 (Unaudited) RMB'000
Current income tax expense	(320)	-
Overprovision in respect of prior period	884	-
Total income tax credit	564	-

**8. Earnings per share**

	<b>Group</b>			
	3 months ended 31 December		6 months ended 31 December	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>	<b>(Unaudited)</b>
Net profit after tax for the year (RMB'000)	28	(873)	1,367	100
Basic earnings per share (RMB cents)	0.01	(0.5)	0.8	0.1
Diluted earnings per share (RMB cents)	0.01	(0.5)	0.8	0.1

Earnings per share is calculated based on the Group's net profit after tax for the financial period divided by the total number of issued share capital of the Company amounting to 176,798,164 (31 December 2022: 176,798,164) shares for the financial period under review.

In the current and previous financial period, diluted earnings per share are the same as basic earnings per share as the Group does not have any dilutive potential ordinary shares and issuance of ordinary shares for less than the average market price of the ordinary shares.

**9. Net asset value**

	<b>Group</b>		<b>Company</b>	
	<b>31 December</b>	<b>30 June 2023</b>	<b>31 December</b>	<b>30 June 2023</b>
	<b>2023</b>	<b>(Audited)</b>	<b>2023</b>	<b>(Audited)</b>
	<b>(Unaudited)</b>		<b>(Unaudited)</b>	
Net asset value per share (RMB cents)	165.0	165.4	160.4	161.2

The net asset value per ordinary share of the Group and the Company as at 31 December 2023 and 30 June 2023 was calculated based on the total number of issued share capital of the Company of 176,798,164 as at 31 December 2023 and 30 June 2023 respectively.

## 10. Property, plant and equipment

	Leasehold buildings and structural improvements (At valuation) RMB'000	Land use rights (At valuation) RMB'000	Motor vehicles RMB'000	Office equipment RMB'000	Plant and machinery RMB'000	Fixtures and fittings RMB'000	Construction -in-progress RMB'000	Total RMB'000
<b>6 months ended 31 December 2023 (Unaudited)</b>								
The Group								
<u>At valuation/cost</u>								
At 1 July 2023	29,393	17,367	332	19	5,752	294	121	53,278
Additions	-	-	-	-	2,914	-	-	2,914
Reclassification	-	-	-	-	121	-	(121)	-
Written off	-	-	(52)	(9)	(220)	(117)	-	(398)
Elimination of accumulated depreciation	(683)	(224)	-	-	-	-	-	(907)
At 30 September 2023	28,710	17,143	280	10	8,567	177	-	54,887
<u>Accumulated depreciation and impairment</u>								
At 1 July 2023	1,004	5,957	254	19	656	206	-	8,096
Depreciation/amortisation for the financial period	683	224	25	-	284	11	-	1,227
Impairment loss for the financial period	-	-	48	-	616	65	-	729
Written off	-	-	(47)	(9)	(79)	(105)	-	(240)
Elimination of accumulated depreciation	(683)	(224)	-	-	-	-	-	(907)
At 30 September 2023	1,004	5,957	280	10	1,477	177	-	8,905

## 10. Property, plant and equipment (Cont'd)

	Leasehold buildings and structural improvements (At valuation) RMB'000	Land use rights (At valuation) RMB'000	Motor vehicles RMB'000	Office equipment RMB'000	Plant and machinery RMB'000	Fixtures and fittings RMB'000	Construction -in-progress RMB'000	Total RMB'000
<b>6 months ended 31 December 2022 (Unaudited)</b>								
The Group								
<u>At valuation/cost</u>								
At 1 July 2022	40,814	19,157	384	25	6,416	273	-	67,069
Additions	-	-	-	-	32	14	-	46
Written-off	-	-	-	-	(5)	(1)	-	(6)
Reclassification*	-	-	-	-	(341)	-	-	(341)
At 31 December 2022	<b>40,814</b>	<b>19,157</b>	<b>384</b>	<b>25</b>	<b>6,102</b>	<b>286</b>	<b>-</b>	<b>66,768</b>
<u>Accumulated depreciation and impairment</u>								
At 1 July 2022	1,535	5,957	214	24	318	180	-	8,228
Depreciation/amortisation for the financial period	1,183	271	34	1	212	21	-	1,722
Written-off	-	-	-	-	(2)	(1)	-	(3)
At 31 December 2022	<b>2,718</b>	<b>6,228</b>	<b>248</b>	<b>25</b>	<b>528</b>	<b>200</b>	<b>-</b>	<b>9,947</b>
Carrying amount:								
At 31 December 2023	<b>27,706</b>	<b>11,186</b>	<b>-</b>	<b>-</b>	<b>7,090</b>	<b>-</b>	<b>-</b>	<b>45,982</b>
At 31 December 2022	<b>38,096</b>	<b>12,929</b>	<b>136</b>	<b>-</b>	<b>5,574</b>	<b>86</b>	<b>-</b>	<b>56,821</b>

\*Pertains to VAT receivables that were reclassified to trade and other receivables.

**10. Property, plant and equipment (Cont'd)**

The Group

Included in property, plant and equipment are rights-of-use assets of:

	<b>31 December 2023 (Unaudited) RMB'000</b>	<b>30 June 2023 (Audited) RMB'000</b>
The Group		
<u>Net book value</u>		
- leasehold buildings	21,942	22,431
- land use rights	11,298	11,410
	<u>33,240</u>	<u>33,841</u>

Management has carried out a review of the key parameters for the valuation of the Group's rights of-use assets, taking into consideration factors such as market rent, occupancy rate, tenure of the properties, market and economic conditions, for the 6-month financial period. Management is of the view that the fair value of the rights-of-use assets are approximately RMB 33,240,000 as at 31 December 2023.

For the 6-month financial period ended 31 December 2023, impairment indicators are identified and impairment testing has been performed for the Group's plant and equipment to the extent of RMB 1,022,000 relating to the food processing segment. Impairment loss of RMB 729,000 has been made for the 6-month period ended 31 December 2023.

**11. Intangible assets**

	<b>31 December 2023 (Unaudited) RMB'000</b>	<b>30 June 2023 (Audited) RMB'000</b>
The Group		
<u>Cost</u>		
Balance at beginning and end of financial period / year	120	120
<u>Accumulated amortisation</u>		
Balance at beginning of financial period / year	108	89
Amortisation for the financial period / year	8	19
Balance at end of financial period / year	<u>116</u>	<u>108</u>
<u>Net book value</u>	<u>4</u>	<u>12</u>

Intangible assets are relating to computer software acquired, which are not an integral part of related hardware. The assets are capitalised and amortised on a straight-line basis over their useful life of 5 years. In addition, they are subject to annual impairment testing, if there are any indicators of impairment.

**12. Investment properties**

	Leasehold Buildings RMB'000	Land use Rights RMB'000	Total RMB'000
The Group			
<b>6 months ended 31 December 2023 (Unaudited)</b>			
Balance at beginning	240,897	11,300	252,197
Additions*	5,915	-	5,915
Fair value adjustments	-	-	-
End of the financial period	240,897	11,300	258,112
At 30 June 2023 (Audited)			
Balance at beginning	224,136	11,100	235,236
Additions*	6,569	-	6,569
Compulsory Acquisition	(484)	-	(484)
Transfer from property, plant and equipment	10,504	-	10,504
Exchange difference	871	-	871
Fair value adjustments	(699)	200	(499)
End of the financial year	240,897	11,300	252,197

\* Relates to expenditures on renovations and improvements to existing leasehold building which are capitalised.

The management has carried out a review of the key parameters for the valuation of the Group's investment properties, taking into consideration factors such as market rent, occupancy rate, tenure of the properties, market and economic conditions, for the 6-month financial period. Management is of the view that the fair value of the investment properties are approximately RMB258,112,000 as at 31 December 2023.

	Leasehold buildings RMB'000
The Company	
<b>6 months ended 31 December 2023 (Unaudited)</b>	
<u>At valuation</u>	
Fair value at 31 December 2023	8,556
At 30 June 2023 (Audited)	
<u>At valuation</u>	
Fair value at 30 June 2023	8,556

**13. Investments in subsidiaries**

	31 December 2023 (Unaudited) RMB'000	30 June 2023 (Audited) RMB'000
The Company		
Unquoted equity investments, at cost	163,975	163,975
<u>Impairment loss on investment in subsidiaries</u>		
Balance at beginning of financial period / year	(9,686)	(16,195)
Reversal of impairment loss for the financial period / year	-	6,509
Balance at end of financial period / year	(9,686)	(9,686)
Balance at end of financial period / year	154,289	154,289

### 13. Investments in subsidiaries (cont'd)

The Company assessed the carrying amounts of its investments in subsidiaries for indicators of impairment and carried out a review on the recoverable amounts of its investments in subsidiaries as at the reporting date. The recoverable amounts of these investments are determined based on the net assets of the subsidiaries as at the reporting date.

The subsidiaries are:

Name	Country of incorporation/ principal place of business	Cost of investments		Proportion of interests and voting rights held by the Group		Principal activities
		31		31 December	30 June	
		December 2023	30 June 2023	2023	2023	
		RMB'000	RMB'000	%	%	
<b>Held by the Company</b>						
Fujian Wangsheng Industrial Co., Ltd. ("Wangsheng") (福建望盛实业有限公司)	The People's Republic of China ("PRC")	149,762	149,762	100	100	Production, sales of processed food products and rental revenue from investment properties
Nanping Yuanwang Foods Co., Ltd ("Yuanwang") (南平市元旺食品有限公司)	PRC	14,213	14,213	100	100	Rental revenue from investment properties
<b>Held by Fujian Wangsheng Industrial Co., Ltd.</b>						
Zhangping Fengwang Agricultural Products Co., Ltd ("Fengwang") (漳平市丰旺农产品有限公司)	PRC	-	-	-	100	Rental revenue from investment properties (Deregistered on 8 August 2023)
Feng Zhi Qiu International Holdings Co., Ltd. (Hong Kong Special Administrative Region) ("Fengzhiqiu") (丰之秋国际控股有限公司)	Hong Kong	-	-	100	100	Sales of processed food products
		<u>163,975</u>	<u>163,975</u>			

### 14. Share capital

	31 December 2023	30 June 2023
<b>Number of issued shares</b>	<b>'000</b>	<b>'000</b>
Balance at beginning and at end of financial period / year	176,798	176,798
<b>Ordinary shares issued and fully paid</b>	<b>RMB'000</b>	<b>RMB'000</b>
Balance at beginning and at end of financial period / year	322,210	322,210

The Company did not hold any treasury shares as at 31 December 2023 and 30 June 2023.

The Company did not have any outstanding convertibles and subsidiary holdings as at 31 December 2023 and 30 June 2023.

**15. Borrowings**

**Amount repayable in one year or less, or on demand**

As at 31 December 2023 (Unaudited)		As at 30 June 2023 (Audited)	
Secured (RMB'000)	Unsecured (RMB'000)	Secured (RMB'000)	Secured (RMB'000)
NA	NA	427	NA

**Amount repayable after one year**

As at 31 December 2023 (Unaudited)		As at 30 June 2023 (Audited)	
Secured (RMB'000)	Secured (RMB'000)	Secured (RMB'000)	Unsecured (RMB'000)
NA	NA	3,592	NA

**Details of any collateral**

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. 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. The effective interest rate of the term loan was 5.03% (30 June 2023 – 3.51%) per annum.

The term loan has been fully repaid on 26 September 2023.

**16. Deregistration of a subsidiary**

During the financial period ended 31 December 2023, following the completion of the Compulsory Acquisition on 22 May 2023 as described in the Annual Report 2023, Zhangping Fengwang Agricultural Products Co Ltd., a wholly-owned subsidiary, became dormant and had been deregistered on 8 August 2023.

**17. Dividends**

	31 December 2023 RMB'000	30 June 2023 RMB'000
The Group		
Ordinary dividends		
Final one-tier tax exempt dividends paid in respect of the previous financial year of RMB0.0113 (FY2022 – Nil) per share	2,000	-

**18. Subsequent events**

There are no known subsequent events which have led to adjustments to this set of interim financial statements.

**F. OTHER INFORMATION REQUIRED BY LISTING RULE APPENDIX 7.2**

**1. Review**

The condensed interim statements of financial position of the Company and its subsidiaries as at 31 December 2023 and the related condensed interim consolidated statements of profit or loss and other comprehensive income, condensed interim consolidated statement of changes in equity and condensed interim consolidated statement of cash flows for the six months period then ended and certain explanatory notes have not been audited or reviewed by the Company's auditors.

**2. Review of Performance**

**Q2FY2024 vs Q2FY2023**

Food Processing Business

Revenue derived from the food processing business was RMB2.6 million in the second quarter ended 31 December 2023 ("Q2FY2024"). The revenue decreased by RMB5.8 million or 69.5% as compared to RMB8.4 million in the second quarter ended 31 December 2022 ("Q2FY2023"). The decrease was mainly due to a significant decrease in sales to overseas markets as a result of decline in demand. The decline in demand in overseas markets was mainly due to weakening in the Japanese Yen against the USD, the global slowdown in economic activity and high inflation. In addition, the Group has also discontinued certain loss-making products which contributed to the decrease in revenue.

In tandem with the decrease in revenue, cost of sales decreased by RMB5.3 million to RMB2.6 million in Q2FY2024 from RMB7.9 million in Q2FY2023.

The Group recorded a marginal gross loss in Q2FY2024 as compared to gross profit of RMB0.5 million in Q2FY2023. The decrease in gross profit was mainly due to loss incurred from the sales of raw materials of discontinued products.

Investment Properties

Key ratio from investment properties segment:

	<u>3 months ended</u> <u>31 December</u> <u>2023</u>	<u>3 months ended</u> <u>31 December</u> <u>2022</u>
Revenue from investment properties (RMB'000)	3,863	1,865
Profit margin before tax	62.2%	18.4%
Average occupancy rate	89.9%	89.7%

Revenue generated from investment properties increased by RMB2.0 million to RMB3.9 million in Q2FY2024 from RMB1.9 million in Q2FY2023. This was mainly due to the higher rental rate, occupancy rate and an increase in net lettable area.

Selling and distribution expenses decreased by RMB0.2 million or 95.9% in Q2FY2024, which was in tandem with the lower revenue from food processing business recorded in the current reporting financial period.

Administrative expenses increased by RMB1.1 million or 44.1%, from RMB2.6 million in Q2FY2023 to RMB3.7 million in Q2FY2024. The increase was mainly due to higher legal and professional fees and repair and maintenance costs.

Other operating expenses decreased by RMB0.4 million which was primarily due to lower foreign exchange loss recognised in Q2FY2024.

As a result of the above-mentioned, the Group recorded a profit after tax of RMB0.03 million in Q2FY2024 as compared to loss after tax of RMB0.9 million in Q2FY2023.

**2. Review of Performance (cont'd)**

**1HFY2024 vs 1HFY2023**

Food Processing Business

Revenue derived from the food processing business was RMB6.9 million in the 6 months ended 31 December 2023 ("1HFY2024"), representing a decrease of RMB14.5 million or 68.0% as compared to RMB21.4 million in the 6 months ended 31 December 2022 ("1HFY2023"). The decrease was mainly due to a significant decrease in sales to overseas markets as a result of decline in demand. The decline in demand in overseas markets was mainly due to weakening in the Japanese Yen against the USD, the global slowdown in economic activity and high inflation. In addition, the Group has also discontinued certain loss-making products which contributed to the decrease in revenue.

In tandem with the decrease in revenue, cost of sales decreased by RMB12.9 million to RMB6.8 million in 1HFY2024 from RMB19.7 million in 1HFY2023.

Gross profit decreased by RMB1.6 million to RMB0.1 million in 1HFY2024 from RMB1.7 million in 1HFY2023. Gross profit margin also decreased from 7.9% in 1HFY2023 to 1.2% in 1HFY2024. The decrease in gross profit margin was mainly due to loss incurred from the sales of raw materials of discontinued products couple with higher cost of raw materials and natural gas.

Investment Properties

Key ratio from investment properties segment:

	<u>6 months ended</u> <u>31 December</u> <u>2023</u>	<u>6 months ended</u> <u>31 December</u> <u>2022</u>
Revenue from investment properties (RMB'000)	8,117	4,693
Profit margin before tax	66.9%	54.0%
Average occupancy rate	89.9%	89.7%

Revenue generated from investment properties increased by RMB3.4 million or 73.0% to RMB8.1 million in 1HFY2024 from RMB4.7 million in 1HFY2023. This was mainly due to the higher rental rate, occupancy rate and an increase in net lettable area.

The Group recorded other operating income of RMB0.5 million in both 1HFY2024 and 1HFY2023.

Selling and distribution expenses decreased by RMB0.6 million or 89.5% to RMB0.1 million in 1HFY2024 from RMB0.7 million in 1HFY2023, which was in tandem with the lower revenue from food processing business recorded in the current reporting financial period.

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.

**Review of Balance Sheet**

As at 31 December 2023, non-current assets increased by RMB6.7 million or 2.3%, to RMB304.1 million as compared to RMB297.4 million as at 30 June 2023. The increase was primarily attributable to acquisition of property, plant and equipment and capital expenditure incurred for renovations and improvements of investment properties in Fuzhou which was offset by impairment loss of property, plant and equipment and depreciation of property, plant and equipment during the current reporting financial period.

**2. Review of Performance (cont'd)**

**Review of Balance Sheet (cont'd)**

Current assets decreased by RMB13.0 million from RMB41.5 million as at 30 June 2023 to RMB28.5 million as at 31 December 2023. The decrease mainly arose from lower inventories, trade and other receivables and cash and bank balances. The decrease in inventories and trade and other receivables was in line with the decrease in revenue from food processing business.

Non-current liabilities decreased by RMB3.6 million or 9.9%, to RMB32.8 million as compared to RMB36.4 million as at 30 June 2023. This was due mainly to full repayment of bank borrowing on 26 September 2023.

Current liabilities decreased by RMB2.1 million or 20.6%, to RMB8.0 million as at 31 December 2023 from RMB10.1 million as at 30 June 2023. This was primarily due to lower trade and other payables, bank borrowing and tax payables.

Total equity decreased by RMB0.7 million or 0.2%, from RMB292.4 million as at 30 June 2023 to RMB291.7 million as at 31 December 2023.

**Review of Cash Flow Statement**

**1HFY2024 vs 1HFY2023**

For 1HFY2024, the Group recorded net cash generated from operating activities of RMB7.9 million. This was mainly attributable to higher profit generated and lower inventories and trade and other receivables, which was partially offset by lower trade and other payables.

Net cash used in investing activities of RMB8.9 million in 1HFY2024 was primarily due to capital expenditures incurred for installation of solar panel equipment, renovations and improvement works carried out for investment properties in Fuzhou.

Net cash used in financing activities of RMB6.1 million in 1HFY2024 was mainly due to repayment of bank borrowing and interest and payment of final dividends which was approved by the shareholders at the Annual General Meeting.

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

There were no forecast or prospect statement previously disclosed.

**4. 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.**

No applicable

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

Not applicable

**5. 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 operating environment remains volatile and challenging with softening demand resulting in decrease in sales in our food processing business, which reflected in lower revenue in 1HFY2024. The Group expects cost pressures arising from the increased production costs in the current inflationary environment to continue to exert pressures on its gross margin. The Group continues to adopt stable operation strategy and will conduct products line review regularly to streamline those loss-making or extremely low gross margin products.

In addition, the management will continue to promote and innovate with regards to our investment properties business, with the objective to increase the occupancy rate and rental yield to strengthen the competencies and improve the overall performance of the Group. The management will also explore new business opportunities and potential acquisitions of new businesses that are accreditive to the Group's return in the long term.

**6. 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.

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

The Board of Directors of the Company does not recommend that a dividend be paid for the financial period ended 31 December 2023 as the Company will review its dividend distribution by the end of the current financial year.

**8. Interested party transactions**

There were no interested person transactions during the financial year ended 31 December 2023.

The Company does not have a general mandate from shareholders for interested person transactions.

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

The Company confirmed that it 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 SGX-ST Listing Manual.

**Confirmation by the Board**

On behalf of the Board of Directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial statements for the financial period ended 31 December 2023 to be false or misleading in any material aspect.

**ON BEHALF OF THE BOARD**

**CHEN QIUHAI**  
**EXECUTIVE DIRECTOR AND CEO**

**2 February 2024**

**CHEN YING**  
**EXECUTIVE DIRECTOR**