



11 September 2017

## COMMENCEMENT OF PLANTATION AT NEW FARMING AREA

- **Development of 135 new greenhouses and associated infrastructure recently completed at the leased 133 hectares of land around the Qingzhou area**
- **Plantation to commence in stages from September 2017**
- **A range of vegetable varieties will enable year-round harvesting and sales**
- **Company now maintains a total of approximately 602 hectares of farmland**

Jijiafu Modern Agriculture Limited (ASX:JIF) is pleased to advise that the Company has completed the development of 135 new greenhouses and the associated infrastructures such as roads and irrigation, at the newly leased 133 hectares of land. The Company first announced the commencement of development on 9 May 2016.

The Company is planning to plant its first crop in the new area from September 2017, a month earlier than what was originally planned. The greenhouses will be used to grow a variety of vegetables, including tomato, cucumber, eggplant, chilli, capsicum and zucchini. There are also open-air farming areas suitable for carrot, potato and radish crops. The new greenhouses ensure the Company can produce crops year-round, and will help to protect crops from pests as well as reducing the risk of crop diseases.



Figure 1: Newly constructed greenhouses ready for plantation from September 2017

The Company's total vegetable farming area is now at approximately 435 hectares, including the newly developed farming areas. Since its listing on the ASX in March 2017, the Company has also commissioned the plantation of dandelion for its fresh leaves covering an area of 167 hectares. Total plantation area maintained by the Company is now 602 hectares.



The Company's core fresh product range is comprised of a comprehensive and diversified portfolio of fruits and vegetables. All of the products are high quality, while some are also certified to be organic in accordance with Organic Food Development Centre of China standards. The table below sets out the yield of the Company's top revenue generating fresh produce items for the years ended 30 June 2016 and 30 June 2017.

Product	12 months as at 30 June 2016	12 months as at 30 June 2017	New Farming Area
	Yield (Kg)	Yield (Kg)	Estimated Yield (Kg)
Fruit Cucumber	2,693,914	2,626,844	1,000,000
Cherry Tomato	2,358,656	2,443,236	950,000
Tomatoes	2,617,702	2,506,984	900,000
Long Eggplant	2,540,909	3,835,636	950,000
Cucumber	2,673,590	2,578,006	1,000,000
Cabbage	3,499,775	3,438,859	-
Eggplant	3,155,859	4,207,736	1,000,000
Chilli Pepper	2,387,349	3,984,276	800,000
Capsicum	2,472,076	3,752,386	850,000
Zucchini	2,974,076	4,767,394	800,000
Carrot	2,422,714	3,051,602	850,000
Potato	933,216	1,542,735	600,000
Chinese yam	368,975	389,852	-
Radish	998,564	1,016,524	300,000
Onion	153,241	163,452	-
Strawberry	4,374	-	-
Leek	73,677	-	-
Dandelion	-	3,639,496	-
<b>Total</b>	<b>32,328,667</b>	<b>43,945,018</b>	<b>10,000,000</b>

It is estimated that the new farming area, when in full production, will increase fresh produce by up to 10 million kilograms, bringing total estimated production beyond 50 million kilograms.

**ENDS**

**Qingkai Li**

Executive Chairman & CEO

On behalf of the Board of Jiajiafu Modern Agriculture Limited