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KAISUN ENERGY GROUP LIMITED

凱順能源集團有限公司*

(incorporated in the Cayman Islands with limited liability)

(Stock Code: 8203)

Strategic Cooperation Framework Agreement with China National Technical Import & Export Corporation

This announcement is made pursuant to Rule 17.10 of the Rules Governing the Listing of Securities on the Growth Enterprise Market of Stock Exchange of Hong Kong Limited (the “GEM Listing Rules”).

The board (the “Board”) of the directors (the “Directors”) of Kaisun Energy Group Limited (the “Company”) is pleased to announce that on 5 February, 2015, the Company and China National Technical Import & Export Corporation (“CNTIC”) have entered into a Strategic Cooperation Framework Agreement (the “Framework Agreement”) pursuant to which the parties, based on the general principles of leveraging the core competences of both parties, mutually benefiting each other, the parties cooperate with each other in good faith. Both parties will jointly explore opportunities in energy, electricity sectors including infrastructure project and Engineering Procurement Construction (EPC) project located in Central Asian countries, in the Caucasus region and Panama.

Parties: (a) China National Technical Import & Export Corporation (CNTIC)
(b) Kaisun Energy Group Limited (“Kaisun Energy”)

Background of Framework Agreement

China’s “One Belt, One Road” strategy (Silk Road Economic Belt and 21st Century Maritime Silk Road) initiated by Chinese President Xi Jinping in 2013 has picked up great momentum since late 2014. Through infrastructure construction, financial cooperation and capital investment from China and other participating countries, the “One Belt, One Road” strategy will help break the Chinese connectivity bottleneck as well as helping the economic growth of the partner countries along the Silk Road.

The “One Belt, One Road” initiative had undergone landmark events in 2014 including the 2014 Shanghai Cooperation Organization Summit Meeting held in Dushanbe, Tajikistan and Asia-Pacific Economic Cooperation Summit (APEC) 2014. During such important events and summits, in behalf of China, Chinese President Xi Jinping had announced important strategic development such as Chinese government would set up Asian Infrastructure Investment Bank and Silk Road Fund, providing good opportunities for its development of cooperation between countries along “One Belt One Road”

At this start of this New Year, the “First Ministerial Meeting of the Forum of China and the Community of Latin American and Caribbean States (also known as CELAC)” was successfully held on Jan 8-9, 2015, and “Cooperation Plan between China and the Community of Latin American and Caribbean States for 2015-2019” was signed. The signing of such pioneering documents unveiled the cooperation between China and the Community of Latin American and Caribbean States. Chinese President Xi Jinping delivered a speech in the opening ceremony, stating the target of “Trade between China and Latin America to reach 500 billion and China's direct investment into Latin America would hit 250 billion US dollars in the coming decade.”

Competences of CNTIC and Kaisun Energy

Under the backdrop of such macroeconomic development, CNTIC and Kaisun Energy signed this agreement, with aim of utilizing the unique competences of each company which further complements each other. In Central Asian countries on “One Belt, One Road” and in Caucasus region, together with Panama, which is geographically located in important strategic position that connects the Atlantic Ocean to the Pacific Ocean and divides America to South and North, both parties will jointly explore opportunities in energy, electricity sectors including infrastructure project and Engineering Procurement Construction (EPC) project.

China National Technical Import and Export Corporation (CNTIC) is a large scale state-owned enterprise with main businesses in technology trade, project contracting and project management integrated service, and belongs to China General Technology (Group) Holding Ltd. Attaining Revenue of USD 25.7 billion, China General Technology (Group) Holding Ltd is on US Fortune Global 500 list for 2014. The business scope of CNTIC includes import and export of key technologies and complete plants; domestic and overseas project contracting and project management; trade, tendering, commercial and technical consulting, investment and financing etc. It has strong competence in marketing, business integration, project management, investing and financing, project engineering. In year 2014, its total revenue reached RMB 8 billion

Kaisun Energy Group Limited is an investment holding company listed on the Growth Enterprise Market (“GEM”) board of the Hong Kong Stock Exchange of Hong Kong Limited (“Stock Exchange”). Since 2011, through its subsidiary, it own mining rights and interests in coal mines in Central Asian country. It also engages in the business of mining, processing and sale of coal. It also has experience in the mineral logistics business in Xinjiang.

Besides the above proposed areas of cooperation, both parties had begun discussion on specific projects on infrastructure.

This Framework Agreement is valid for three years, and effective upon the date of signing by both parties. The Framework Agreement can be extended if agreed by both parties before expiry.

The Framework Agreement sets out the general principles of cooperation between the parties. Detailed terms of further cooperation will be subject to definitive agreements to be entered into by both parties.

The entering into of the Framework Agreement is conducted in the usual and ordinary course of business of the Company and does not constitute a notifiable transaction for the Company under Chapter 19 of the GEM Listing Rules.

By order of the Board
Kaisun Energy Group Limited
Chan Nap Kee, Joseph
Chairman

Hong Kong, 5 February, 2015

As of the date of this announcement, the executive Directors are Mr. Chan Nap Kee Joseph, Dr. Chow Pok Yu Augustine, Mr. Yang Yongcheng. The independent non-executive Directors are Mr. Liew Swee Yean, Mr. Siu Siu Ling Robert, Dr. Wong Yun Kuen and Mr. Anderson Brian Ralph.

This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the GEM Listing Rules for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that, to the best of their knowledge and belief: (1) the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive; (2) there are no other matters the omission of which would make any statement in this announcement misleading or deceptive.

This announcement will remain on the “Latest Company Announcements” page of the GEM website at www.hkgem.com for at least 7 days from the date of its publication and on the Company's website at www.kaisunenergy.com.

** for identification purpose only*