

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



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)

COMPLETION OF EARLY REDEMPTION OF THE 3.75% CONVERTIBLE BONDS DUE 2013

On 8 February 2013 (after trading hours), the Company agreed with the Bondholders to exercise its right to early redeem the Replacement Bonds for payment on 27 March 2013 in the aggregate principal amount of HK\$108,830,000, representing the remaining half of the total outstanding principal amount of the Replacement Bonds, saving future interest cost for the Company .

The Company is pleased to announce redemption of all remaining outstanding Replacement Bonds will be completed for payment on 27 March 2013. Upon completion of the Final Redemption, all the outstanding Replacement Bonds will be fully redeemed and cancelled.

Reference is made to the announcement of Kaisun Energy Group Limited (the “Company”) dated 30 August 2012 in relation to the proposed amendments to the terms and conditions of the Replacement Bonds (the “Announcement”), and the announcement dated 28 September, 2012 in relation to the early redemption of the 3.75% convertible bonds due 2013 (the “Redemption Announcement”). Unless otherwise stated, all capitalised terms used in this announcement shall have the same meaning as defined in the Announcement.

On 8 February 2013 (after trading hours), the Company agreed with the Bondholders to exercise its right to early redeem the Replacement Bonds for payment on 27 March 2013 in the aggregate principal amount of HK\$108,830,000, representing the remaining half of the total outstanding principal amount of the Replacement Bonds (the “Final Redemption”).

The Company is pleased to announce the Final Redemption will be completed for payment on 27 March 2013. Upon completion of the Final Redemption, all the outstanding Replacement Bonds will be fully redeemed and cancelled.

The consideration of approximately HK\$111,115,251 for the Final Redemption will be satisfied by cash generated from part of the sale proceeds from the Group’s disposal of 70% of the equity interest in Inner Mongolia Mengxi Minerals Co., Ltd., as set out in the circular of the Company dated 6 October 2011.

By order of the Board
Kaisun Energy Group Limited
Dr. Chow Pok Yu, Augustine
Executive Director

Hong Kong, 8 February, 2013

The English text of this announcement shall prevail over the Chinese text in case of inconsistencies.

As of the date of this announcement, the executive Directors are Mr. Chan Nap Kee Joseph, Dr. Chow Pok Yu Augustine and 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.