



KAISUN ENERGY GROUP LIMITED

凱順能源集團有限公司*

(Stock Code: 8203)

Proposed Early Redemption of Convertible Bonds to save interest cost

The board (the “Board”) of the directors (the “Directors”) of Kaisun Energy Group Limited (the “Company”) is pleased to announce that on 30 August, 2012, the Company entered into the conditional Amendment Deed with Bondholders to amend certain Conditions of the Replacement Bonds to enable the Company to cancel and to redeem all the Replacement Bonds before the Maturity Date.

As disclosed in the Company’s latest interim report for the six months ended 30 June 2012, the Company had finance cost of approximately HK\$10.4 million for the six months ended 30 June 2012, of which approximately HK\$10.1 million was attributable to the interests on the Replacement Bonds. The Company intends to utilise part of the cash proceeds generated from the very substantial disposal in respect of the sale of the Company’s equity interest in Inner Mongolia Mengxi Minerals Limited for the early redemption of the Replacement Bonds in order to save interest expense of 3.75% per annum on the Replacement Bonds.

The Board is pleased with the proposed early redemption of convertible bonds as this can save the interest costing the Company around HK\$10.1 million for a period of six months.

Details of the announcement can be found in the related announcement “Proposed Amendments to the Terms and Conditions of the 3.75% Convertible Bonds due 2013” dated 30 August, 2012 on “<http://www.kaisunenergy.com>” under “Announcements” section.

About Kaisun Energy

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”) (stock code: 8203). Currently, its main investment is Saddleback Mining Limited and own mining rights and interests in three mines in Tajikistan, including the Kaftar Hona anthracite deposit, the Zeddi coal deposit and the Mienadu coal deposit. It also engages in the business of mining, processing and sale of coal.