



KAISUN ENERGY GROUP LIMITED
凱順能源集團有限公司*

EXTENSION OF CLOSING DATE

Referring to the Company's circular ("Circular") dated 6 October 2011 in relation to the very substantial disposal of Mengxi Minerals, and the poll results of the EGM dated 24 October 2011. During the EGM, the effective resolution of the Equity Transfer Agreement was duly passed as ordinary resolution by way of poll, with 100% of voting shares voted in favour of the Equity Transfer Agreement.

As stated in the Circular, completion of the Equity Transfer is subject to the fulfilment of certain conditions precedent on or before the Closing Date, namely 31 December 2011. As at 20 December, 2011, all the conditions precedent capable of being procured or fulfilled by the Company or Vendor were completed.

However, as additional time is required by the Purchaser to procure the issuance of a new business licence upon conversion of Mengxi Minerals from a sino-foreign equity joint venture into a PRC domestic enterprise, the parties to the Equity Transfer Agreement have entered into a confirmation letter in relation to the Equity Transfer Agreement on 20 December 2011 to extend the Closing Date from 31 December 2011 to 31 March 2012.

Save and except for the said extension of the Closing Date, all other terms and conditions of the Equity transfer Agreement will remain unchanged.

Mr. Joseph Chan, Chairman of Kaisun Energy, said, "We are pleased with the progress as all major conditions were fulfilled pending completion of administrative procedure. On completion, the Company will update shareholders with an announcement."

Details of the announcement can be found at "<http://www.kaisunenergy.com>" under "Announcements" section.