

Acquisition Overview:

On **15 March 2011**, Kaisun Energy Group Limited (KEG) and Saddleback Corporation Limited have **entered into the Sales and Purchase Agreement** regarding the acquisition of **Saddleback Mining Limited**.

Saddleback Mining Limited and its subsidiaries (SML Group) are principally engaged in coal and anthracite mining and exploration in **Tajikistan**. SML Group owns mining rights and interests in three mines in Tajikistan, namely the Nazar-Aylok anthracite deposit, the Ziddi coal deposit and the Mienadu coal deposit. Upon completion, SML Group will become a wholly owned subsidiary of KEG.

(For the complete details of the acquisition, please refer to announcement released on 15 March 2011 on our company website)

Map of Tajikistan:

- Tajikistan is west of Xinjiang, China (Shares a border with China)
- Our mining partner Xinjiang Coal Bureau is also headquartered in Xinjiang



23.74% of all Tajikistan's imports and 18.38% of all Tajikistan's exports are with China (2009 Data)

Recent China & Tajikistan Cooperation:



Chinese Premier Wen Jiabao and Tajik Prime Minister Akil Akilov during signing ceremony

“China, Tajikistan sign joint communique to promote ties, cooperation: (25 Nov 2010)

- to enhance high-level contacts, expand exchanges and cooperation in various fields
- to deepen political mutual trust
- to give priority to maintaining the sustained and stable growth of bilateral trade volume and to boosting cooperation projects in economic and technological fields
- to improve the environment for investment and trade and create new cooperative modes
- to boost cooperation in such areas as transportation, telecommunication, electricity, finance, mining and agriculture

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(source: Chinese Government's Official Web Portal http://www.gov.cn/english/2010-11/26/content_1753790.htm)

China & Tajikistan Cooperation

China has invested \$4 billion in Tajikistan in recent years, including Power and Infrastructure projects and is participating in a number of joint projects. Now, there are 82,000 Chinese workers in Tajikistan working on roads, electricity substations, at mining sites or as merchants.

(source: Eurasianet.org <http://www.eurasianet.org/node/62790> <http://www.eurasianet.org/departments/news/articles/eav060509d.shtml>)

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Acquisition
Summary serves
as reference
ONLY!

Please see
15 Mar, 11
announcement
for complete
details