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NAN NAN RESOURCES ENTERPRISE LIMITED

南南資源實業有限公司

(Incorporated in Bermuda with limited liability)

(Stock Code: 1229)

SUCCESSFUL RENEWAL OF EXPLORATION PERMIT

Reference is made to the announcement of Nan Nan Resources Enterprise Limited (the “**Company**”) dated 11 November 2011 (the “**Announcement**”) in relation to the expiration of the exploration permit (礦產資源勘查許可證) (the “**Exploration Permit**”) owned by Qitai County Zexu Trading Company Limited* (奇台縣澤旭商貿有限責任公司), an indirect subsidiary of the Company. Terms defined in the Announcement shall have the same meanings in this announcement, unless otherwise defined herein.

In the Announcement, the Company announced that the final approval from the Xinjiang Land Department on the renewal of the Exploration Permit had not yet been granted and the Exploration Permit would have expired on 22 October 2011. Upon numerous follow-up actions with the Xinjiang Land Department, on 6 March 2012, the Company eventually obtained the final approval from the Xinjiang Land Department and the Exploration Permit was allowed to be renewed for a period of 2 years from 20 February 2012 to 20 February 2014 to conduct exploration activities in the Zexu Mine.

Concerning the Management Restructuring Plan for a possible management restructuring of seven different coal mines (including the Zexu Mine) in the Xiheishan Mining Area, the Company is still in the course of negotiation with the Xinjiang Land Department and other relevant government authorities in respect of the possible restructuring proposals. The Company shall keep the shareholders and investors of the Company informed of any further development in this regard.

By order of the Board
Nan Nan Resources Enterprise Limited
Wang Xiangfei
Executive Director

Hong Kong, 12 March 2012

As at the date of this announcement, the Board comprises three executive Directors, namely Ms. Lo Fong Hung, Mr. Wang Xiangfei and Mr. Kwan Man Fai and three independent non-executive Directors, namely Mr. Wong Man Hin, Raymond, Mr. Lam Ka Wai, Graham and Mr. Chan Yiu Fai, Youdey.

* *For identification purposes only*