



## Core in Coking Coal, Construct for the future

Stock Code: HKEx 639.HK

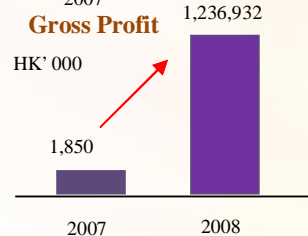
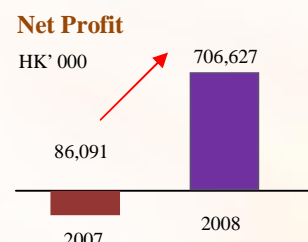
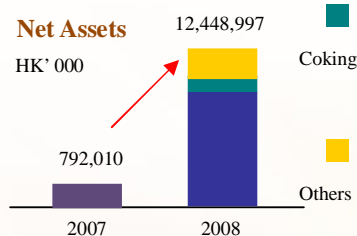
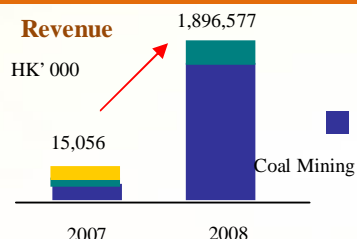
### Company Profile

Fushan Energy is one of the most sizable integrated coal corporations in central-western China.

The Group operates 3 high quality coking mines which are located in Liulin County, Shanxi Province, namely Xingwu Coal Mine, Jinjiazhuang Coal Mine and Zhaiyadi Coal Mine.

Fushan Energy became one of the constituents in HSI composite index, in term of industries under the "Energy" category and HSI (Mainland Composite Freefloat) by regional focus on March 9, 2009.

### Financial Highlights 2008



### Company News

#### Recent Development

- Production Volume

	Clean Coal	Raw Coal
<b>1Q 2009</b>	➤ <b>0.19 Mt</b>	➤ <b>1.51 Mt</b>
2008 Full year	➤ 0.80 Mt	➤ 5.40 Mt

- With effect from 13 March 2009, Mr. Cao Zhong was appointed as the Chairman of the Board and Mr. Wong Lik Ping was re-designated to the Vice-chairman of the Board

#### Upcoming Event

- 2008 Annual General Meeting will be held on June 2, 2009, at Island-Shangri-La Hotel, Admiralty, Hong Kong

#### Latest Production Development

- The new coal preparation plant adjacent to Jinjiazhuang Coal Mine and with an output capacity of 2.1 Mt/a is completed. It is currently undergoing trial production and will commence operation in the short term.

### Strategies and Major Clients

#### Strategy

- Shifting its clients to large-scale steel manufacturers from coke plant & medium size steel makers

#### Major Clients

- Shougang – also a strategic partner and major shareholder of the Group
- Handan Iron & Steel; Tangshan Iron & Steel; Taiyuan Iron & Steel; Inner Mongolia Baogang; Wuhan Iron & Steel (in alphabetical order)

### Industry Update

- The Shanxi Coal Industry Bureau (SCIB) announced on March 16, 2009 that Shanxi Province, the leading coal producing province in China, plans to shut down 1,000 coal mines with an annual output under 0.9 million tones over next two years to improve oversight and reduce the number of mining accidents
- The Ministry of Land and Resources announced that China will continue suspending new applications for coal prospecting rights for another two years, which will last until March 31, 2011 in order to prevent an oversupply of coal and keep coal production stable in the country
- The General Administration of Customs of PRC announced in its recent report that the Shanxi railway exportation substantially decreased by over 20%, whilst coal inventory of Qinhuangdao Port reduced by 11.6%. Such decrease suggests that coal supply in the domestic market will become more tight in the near future
- China plans to build stockpiles of the fuel in the eastern coastal province of Shandong to ensure supply and help stabilize prices

### IR Contact

Fushan International Energy Group Limited: [ir@fushan.com.hk](mailto:ir@fushan.com.hk); Tel: (852)27650839  
Wonderful Sky Financial Group: [fushanir@wsfg.hk](mailto:fushanir@wsfg.hk); Tel: (852)28511038  
Company Website: [www.fushan.com.hk](http://www.fushan.com.hk)