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中國鎳資源控股有限公司
CHINA NICKEL RESOURCES
HOLDINGS COMPANY LIMITED

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2889)

ANNOUNCEMENT

IN RESPECT OF RECENT DEVELOPMENTS IN THE GROUP'S BUSINESS AND OPERATIONS SINCE 31 DECEMBER 2009

RECENT DEVELOPMENTS SINCE 31 DECEMBER 2009

Business of Ore Trading to Third Parties

In view of the increasing demand for and market prices of ore resources, the Company has capitalized on its affluent ore resources to achieve business diversification and growth of revenue by selling part of its ore resources under the exclusive off-take agreement to third parties. The management of the Company has set a target of ore trading to third parties at 600,000 tonnes for the first half of 2010. Based on the Company's sales book for the first four months in 2010, the trading volume of ore business exceeded 400,000 tonnes with reasonable margin per tonne. The Company is also in discussion with repeated customers and new customers to further increase its monthly trading volume. The management of the Company is confident to meet the trading targets for 2010 and believes that this will generate additional stable income and supplement the Group's principal businesses.

Investment in Associate

In October 2009, the Company invested in an associate ("Associate") whose principal activities are investment holding and trading related to coal resources. To cope with the production plan of the new plant in Lianyungang, PRC ("Lianyungang Project"), the Company has signed a memorandum with the Associate on 11 May 2010 to procure coal with reference to the Company's

production schedule. Since coal will be the major fuel used in the Lianyungang Project, the Management of the Company believes that this arrangement will secure the stability in price and supply of coal to the Group.

By order of the Board
China Nickel Resources Holdings Company Limited
Dong Shutong
Chairman

Hong Kong, 13 May 2010

As at the date of this announcement, the executive Directors are Mr. Dong Shutong, Mr. He Wei-quan, Mr. Lau Hok Yuk, Mr. Song Wenzhou, Mr. Zhao Ping and Mr. Dong Chengzhe; the non-executive Director is Mr. Yang Tianjun; and the independent non-executive Directors are Mr. Bai Baohua, Mr. Huang Changhuai and Mr. Wong Chi Keung.