



**Fushan Energy Secures Existing Premium Customers  
and Further Expands Sales Network  
To Consolidate the Income Source of Coking Coal Business and Improve  
the Overall Gross Profit of the Group**

(14 January 2009, Hong Kong), **Fushan International Energy Group Limited** (“Fushan Energy” or the “Company”; stock code: 639.HK) , the second largest producer of hard coking coal in China, and its subsidiaries (the "Group") is pleased to announce that the Group will supply high quality clean coal to Shougang Group starting from March this year. Pursuant to the long-term strategic cooperation agreement entered into between Fushan Energy and Shougang Group in July last year, Shougang Group will purchase not less than 2 million tonnes of premium clean coal per annum from the Group every year starting from this year and gradually increase its annual purchase based on the Group’s production capacity.

In addition, the Group entered sales agreements for 2009 with some existing premium steel plant customers such as Tangshan Iron & Steel and Taiyuan Iron & Steel, etc. Pursuant to the new agreements, the Group will supply not less than 800,000 tonnes of premium clean coal in total this year to these customers, with average selling price in line with the market and 10% higher than that of December 2008. With our new coal preparation plants to be commenced production in tandem this year, the Group’s output of clean coal will be increased substantially.

Mr. Wong Lik Ping, Chairman of Fushan Energy, said, "The Group is very pleased to continue long-term cooperation with our existing premium customers. This will not only consolidate the income source of our coking coal business, but also will increase the proportion of clean coal with higher selling price, thus improving the overall gross profit of the Group. According to our estimations, Shougang and other steel plant customers would take up 75% of our total output in 2009. The Group is also actively negotiating with some new large steel plant customers to further expand the sales network of the Company. Meanwhile, effective operation strategy will be made in response to market conditions, to ensure sustainable and steady development of the Group’s coking coal business. ”

~End~

### **About Fushan International Energy Group Limited**

Fushan Energy is principally engaged in the production and sales of coking coal and related side products. It is the second largest hard coking coal producer in China in terms of production capacity and has three coal mines in Liulin County, Shanxi Province. The current combined designed capacity of the three coal mines is 6.3 million tons of raw coal per annum. According to the Technical Review Report of the John T. Boyd Company based on the standard of JORC, the total recoverable reserves of the three coal mines was 142.4 million tons as at the end of 2007, comprised with mainly hard and semi-hard coking coal. The Group currently owns a coal preparation plant in Shanxi Province. The first phase of the coking plant in Shanxi Province has already commenced production since July 2008. Besides, the Group is constructing three new coal preparation plants. The three coal preparation plants will be completed and commence production by the third quarter of 2009 respectively, upon which the Company's output of cleaned coal will be increased substantially.

The press release is distributed by Wonderful Sky Financial Group on behalf of Fushan International Energy Group Limited.

For more information, please contact:

Wonderful Sky Financial Group Limited

Katy Chan / Sally Wong / Sandy Yip / Cassie Ng

Tel: (852) 2851-1038 Fax: (852) 2815-1352

Email: pra@wsfg.hk