

Ref. No.0455/31E

April 17, 2012

Subject: Liquidation and Dissolution of Subsidiary Company

Attn: President

The Stock Exchange of Thailand

According to the Board of Directors' Meeting No. 2/2012 on April 17, 2012, the liquidation and dissolution of PT. Citra Harita Mineral ("CHM"), a subsidiary company registered in Indonesia, have been approved to return capital to its shareholders going through process in accordance with the laws and regulations of Indonesia. CHM will sell and transfer its assets, including buildings, machinery and office equipment to PT. Lanna Harita Indonesia ("LHI"), which is also a subsidiary company registered in Indonesia, in order to support LHI's coal sale expansion according to its next five-year plan. CHM and LHI are the subsidiary companies of Lanna Resources Public Co., Ltd., having the same group of shareholders with similar shareholding structure and proportion, having details as follows.

(1) Shareholding structure of LHI

Shareholders of LHI	Number of Shares	Value (USD 1,000 per share)	Shareholding Proportion (%)
(1) Lanna Resource Public Co., Ltd.	4,400	USD 4,400,000	55%
(2) PT. Harita Mahakam Mining	2,800	USD 2,800,000	35%
(3) Pan-United Investments Pte., Ltd.	800	USD 800,000	10%
Total	8,000	USD 8,000,000	100%

(2) Shareholding structure of CHM

Shareholders of CHM	Number of Shares	Value (RP 1,000,000 per share)	Shareholding Proportion (%)
(1) Lanna Resource Public Co., Ltd.	550	RP 550,000,000	55%
(2) PT. Harita Jayaraya	350	RP 350,000,000	35%
(3) Pan-United Investments Pte., Ltd.	100	RP 100,000,000	10%
Total	1,000	RP 1,000,000,000	100%

(3) CHM will sell and transfer its assets to LHI for USD 1,700,000 or Baht 52,700,000 (USD 1 = Baht 31). This is an exempted connected transaction according to the Notification of the Board of Governors of the Stock Exchange of Thailand Re: Disclosure of Information and Other Acts of Listed Companies Concerning the Connected Transactions, B.E. 2546, No. 7(1) and 7(5), having the transaction size as calculated from the return value criteria equal to 0.73 percent of total assets according to the latest audited consolidated financial statement as at December 31, 2011.

(4) The dissolution and liquidation of CHM process is expected to take approximately one year, which should be completed within year 2013.

Please be informed accordingly.

Yours faithfully,

For and on behalf of

Lanna Resources Public Company Limited

(Mr. Anun Louharano)

Director and Secretary