

Ref. 1254/118E

December 21, 2011

Subject: Termination of Disposition of Ordinary Shares in Subsidiary Company

Attn: President  
The Stock Exchange of Thailand

Ref.: Company's Letter Ref. No. 0554/49 dated May 9, 2011

According to the reference letter, the Company and 22 minor shareholders of Thai Agro Energy Public Co., Ltd. (Thai Agro) entered into the agreement for disposition of shares in Thai Agro totaling 320 shares or 40 percent of the issued and paid-up shares capital of Thai Agro to Bangchak Petroleum Public Co., Ltd. (Bangchak) at Baht 1.37 per share, totaling Baht 438.40 million.

Due to the Company and Thai Agro could not fulfill the condition precedent of the agreement within December 15, 2011; therefore, the sale and purchase agreement of ordinary shares in Thai Agro between the Company and the minor shareholders with Bangchak has to be terminated. The Company's shareholding in Thai Agro remains at 75.75 percent of the issued and paid-up shares capital of Thai Agro.

Please be informed accordingly,

Yours faithfully,

For and on behalf of Lanna Resources Public Company Limited

(Mr. Anun Louharanoo)

Executive Director