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*This announcement is for information purposes only and does not constitute an offer or an invitation to induce an offer by any person to acquire, purchase or subscribe for securities. Potential investors should read the prospectus dated January 15, 2010 (the “**Prospectus**”) issued by SouthGobi Energy Resources Ltd. (the “**Company**”) for detailed information about the International Offering described below before deciding whether or not to invest in the Shares thereby being offered.*

*The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”), Hong Kong Exchanges and Clearing Limited and Hong Kong Securities Clearing Company Limited (“**HKSCC**”) take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

Unless defined herein, terms in this announcement shall have the same meanings as those defined in the Prospectus.

In connection with the International Offering, Citigroup Global Markets Asia Limited, as Stabilising Manager, or any person acting for it, on behalf of the Underwriters, may, to the extent permitted by applicable laws of Hong Kong or elsewhere, over-allocate or effect any other transactions with a view to stabilising or maintaining the market price of the Shares at a level higher than that which might otherwise prevail in the open market for a limited period after the last day for the lodging of applications under the Hong Kong Public Offering. Any market purchases of Shares will be effected in compliance with all applicable laws and regulatory requirements. However, there is no obligation on the Stabilising Manager or any person acting for it to conduct any such stabilising activity, which if commenced, will be done at the absolute discretion of the Stabilising Manager and may be discontinued at any time. Any such stabilising activity is required to be brought to an end within 30 days of the last day for the lodging of applications under the Hong Kong Public Offering. The number of Shares that may be over-allocated will not exceed the number of Shares that may be sold under the Over-allotment Option, which is approximately 15% of the Offer Shares available under the International Offering, after giving effect to any reallocation between the International Placing and the Canadian Offering. Further details on Stabilisation are contained in the Prospectus. Stabilising action will be entered into in accordance with the laws, rules and regulations in place in Hong Kong on stabilisation and stabilisation action permitted in Hong Kong pursuant to the Securities and Futures (Price Stabilising) Rules under the Securities and Futures Ordinance.

The Offer Shares are not qualified for sale in Canada and may not be offered and sold in Canada or to persons ordinarily resident in Canada, directly or indirectly, on behalf of the Company. Any offering of Shares in Canada may only occur pursuant to the separate Canadian Offering.



SOUTHGOBI ENERGY RESOURCES LTD.

南戈壁能源有限公司*

(a company continued under the laws of British Columbia, Canada with limited liability)

INTERNATIONAL OFFERING

(by way of a Secondary Listing in Hong Kong)

Number of Offer Shares under the International Offering : 22,950,000 Shares (subject to adjustment by (i) clawback between the Hong Kong Public Offering and the International Placing; (ii) the maximum reallocation of up to 2,700,000 Shares from the International Placing to the Canadian Offering; (iii) the maximum reallocation of up to 2,700,000 Shares from the Canadian Offering to the International Placing; and (iv) the Over-allotment Option)

Number of Hong Kong Offer Shares : 2,700,000 Shares (subject to adjustment)

Number of International Placing Shares : 20,250,000 Shares (subject to adjustment by (i) clawback between the Hong Kong Public Offering and the International Placing; (ii) the maximum reallocation of up to 2,700,000 Shares from the International Placing to the Canadian Offering; (iii) the maximum reallocation of up to 2,700,000 Shares from the Canadian Offering to the International Placing; and (iv) the Over-allotment Option)

Maximum Offer Price : HK\$133.50 per Offer Share, plus brokerage fee of 1.0%, SFC transaction levy of 0.004% and Stock Exchange trading fee of 0.005% (payable in full on application in Hong Kong dollars and subject to refund)

Nominal Value : Not applicable

Stock Code : 1878

Joint Global Coordinators, Joint Bookrunners, Joint Sponsors and Joint Lead Managers



The International Offering consists of (subject to adjustment) (a) the Hong Kong Public Offering of initially 2,700,000 Shares (subject to adjustment) in Hong Kong and (b) the International Placing of initially 20,250,000 Shares (subject to adjustment) in the United States with QIBs in reliance on Rule 144A or another exemption under the U.S. Securities Act, and outside the United States in reliance on Regulation S, representing approximately 12% and 88%, respectively, of the total number of Shares initially being offered in the International Offering. Application has been made to the Listing Committee of the Stock Exchange for the granting of the approval for the listing of, and permission to deal in, the Shares in issue and to be issued as described in the Prospectus (including the additional Shares to be offered pursuant to the exercise of the Over-allotment Option), as well as compliance with stock admission requirements of HKSCC, the Shares will be accepted as eligible securities by HKSCC for deposit, clearance and settlement in CCASS with effect from the date of commencement of dealings in the Shares on the Stock Exchange or any other date HKSCC chooses. Settlement of transactions between participants of the Stock Exchange in any trading day is required to take place in CCASS on the second business day thereafter. All activities of CCASS are subject to the General Rules of CCASS and CCASS Operational Procedures in effect from time to time. Assuming the Hong Kong Public Offering becomes unconditional at or before 8:00 a.m. in Hong Kong on January 29, 2010, it is expected that dealings in the Shares on the Stock Exchange are expected to commence at 9:30 a.m. on January 29, 2010. Concurrently with the International Offering, we are undertaking a public offering of our Canadian Offer Shares in Canada (the “**Canadian Offering**”). Further details of the Canadian Offering are contained in the Prospectus. In the event the Over-allotment Option is exercised, an announcement will be made.

The Shares will be traded in board lots of 50 Shares each. Applicants must pay the maximum Offer Price of HK\$133.50 per Hong Kong Offer Share, plus brokerage fee of 1%, SFC transaction levy of 0.004% and the Stock Exchange trading fee of 0.005% at the time of application. This means that for every 50 Shares, applicants will have to pay HK\$6,742.35. Applications must be for a minimum of 50 Shares.

Applicants who apply on **white** Application Forms for 1,000,000 or more Hong Kong Offer Shares and have indicated in their Application Forms that they wish to collect (where applicable) refund checks and (where applicable) Share certificates in person from the Company’s Hong Kong Share Registrar, Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen’s Road East, Wanchai, Hong Kong, may collect (where applicable) refund checks and (where applicable) Share certificates in person from 9:00 a.m. to 1:00 p.m. on January 28, 2010. Identification and (where applicable) authorisation documents acceptable to

Computershare Hong Kong Investor Services Limited must be produced at the time of collection. If you are a corporate applicant, you must attend by your authorised representative bearing a letter of authorisation from your corporation stamped with your company chop.

Applicants who apply by giving **electronic application instructions** to the **White Form eIPO** Service Provider through the **White Form eIPO** service (www.eipo.com.hk) for 1,000,000 or more Hong Kong Offer Shares and who wish to collect (where applicable) Share certificates in person from the Company's Hong Kong Share Registrar, Computershare Hong Kong Investor Services Limited at Shops 1712-1716, 17th Floor, Hopewell Centre, 183 Queen's Road East, Wanchai, Hong Kong, may collect (where applicable) Share certificates in person from 9:00 a.m. to 1:00 p.m. on January 28, 2010. Identification and (where applicable) authorisation documents acceptable to Computershare Hong Kong Investor Services Limited must be produced at the time of collection.

Applicants who apply by giving **electronic application instructions** to the **White Form eIPO** Service Provider through the **White Form eIPO** service (www.eipo.com.hk) and paid the application monies through a single bank account, may have **White Form eIPO** refund payment instructions (if any) despatched to their application payment bank account on or around January 28, 2010. Applicants who apply through the **White Form eIPO** service by paying the application monies through multiple bank accounts, may have (where applicable) refund check(s) sent to the address specified in their application instructions to the designated **White Form eIPO** Service Provider on or around January 28, 2010, by ordinary post and at their own risk.

Applicants who apply on **yellow** Application Forms for 1,000,000 or more Hong Kong Offer Shares and have indicated in their Application Forms that they wish to collect refund checks in person may collect their refund checks (if any) but may not elect to collect their Share certificates, as they will be deposited into CCASS for credit to their designated CCASS Participants' stock accounts or CCASS Investor Participant stock accounts, as appropriate. The procedure for collection of refund checks for applicants who apply on **yellow** Application Forms for Shares is the same as that for **white** Application Form applicants. Instead of using **yellow** Application Forms, applicants may electronically instruct HKSCC to cause HKSCC Nominees to apply for the Hong Kong Offer Shares on their behalf via CCASS. Any Hong Kong Offer Shares allocated to such applicants will be registered in the name of HKSCC Nominees and deposited directly into CCASS for credit to their CCASS Investor Participant stock account or their designated CCASS Participant's stock account.

Applicants who would like to have allotted Hong Kong Offer Shares registered in their own names should complete and sign the **white** Application Forms or give **electronic application instructions** to the **White Form eIPO** Service Provider through the **White Form eIPO** service (www.eipo.com.hk). Applicants who would like to have allotted Hong Kong Offer Shares registered

in the name of HKSCC Nominees and deposited directly into CCASS for credit to their CCASS Investor Participant stock account or the stock account of their designated CCASS participants maintained in CCASS should either (i) complete and sign the **yellow** Application Forms, copies of which, together with the Prospectus, may be obtained during normal business hours from 9:00 a.m. on January 15, 2010 until 12:00 noon on January 20, 2010 at the Depository Counter of HKSCC, at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road, Central, Hong Kong or from their stockbroker, or (ii) arrange to give **electronic application instructions** to HKSCC via CCASS. No receipt will be issued for application monies received.

Copies of the Prospectus, together with **white** Application Forms, may be obtained during normal business hours in the same period from:

1. Citigroup Global Markets Asia Limited, 50th Floor, Citibank Tower, 3 Garden Road, Central, Hong Kong
2. Macquarie Capital Securities Limited, Level 18, One International Finance Centre, 1 Harbour View Street, Central, Hong Kong
3. CLSA Limited, 18th Floor, One Pacific Place, 88 Queensway, Hong Kong
4. ICBC International Securities Limited, Level 18, Three Pacific Place, 1 Queen's Road East, Hong Kong
5. Platinum Securities Company Limited, 22/F, Standard Chartered Bank Building, 4 Des Voeux Road, Central, Hong Kong
6. any of the following branches of:

Standard Chartered Bank (Hong Kong) Limited

	Branch Name	Address
Hong Kong Island	Des Voeux Road Branch	Standard Chartered Bank Building, 4-4A, Des Voeux Road Central, Central
	Central Branch	Shop no.16, G/F and Lower G/F, New World Tower, 16-18 Queen's Road Central, Central

	Causeway Bay Branch	G/F, Yee Wah Mansion, 38-40A Yee Wo Street, Causeway Bay
	North Point Centre Branch	North Point Centre, 284 King's Road, North Point
Kowloon	Kwun Tong Branch	1A Yue Man Square, Kwun Tong
	Mongkok Branch	Shop B, G/F, 1/F & 2/F, 617-623 Nathan Road, Mongkok
	Tsimshatsui Branch	G/F, 10 Granville Road, Tsimshatsui
New Territories	Shatin Centre Branch	Shop 32C, Level 3, Shatin Shopping Arcade, Shatin Centre, 2-16 Wang Pok Street, Shatin
	Tsuen Wan Branch	Shop C, G/F & 1/F, Jade Plaza, 298 Sha Tsui Road, Tsuen Wan
	Yuen Long Branch	140, Yuen Long Main Road, Yuen Long

Bank of China (Hong Kong) Limited

	Branch Name	Address
Hong Kong Island	Bank of China Tower Branch	3/F, 1 Garden Road
	Central District (Wing On House) Branch	71 Des Voeux Road Central
	409 Hennessy Road Branch	409-415 Hennessy Road, Wan Chai
	Chai Wan Branch	Block B, Walton Estate, 341-343 Chai Wan Road, Chai Wan
Kowloon	Tsim Sha Tsui East Branch	Shop G02-03, Inter-Continental Plaza, 94 Granville Road, Tsim Sha Tsui
	To Kwa Wan Branch	80N To Kwa Wan Road, To Kwa Wan
	Mong Kok Branch	589 Nathan Road, Mong Kok
	Kwun Tong Branch	20-24 Yue Man Square, Kwun Tong
New Territories	Lucky Plaza Branch	Lucky Plaza, Wang Pok Street, Shatin
	Metro City Branch	Shop 209, Level 2, Metro City Phase 1, Tseung Kwan O

The Bank of East Asia, Limited

	Branch Name	Address
Hong Kong Island:	Main Branch	10 Des Voeux Road Central
	Queen's Road Central Branch	Shop A-C, G/F, Wah Ying Cheong Central Building, 158-164 Queen's Road Central
	Wanchai Branch	Shop A-C, G/F, Easey Commercial Building, 253-261 Hennessy Road, Wanchai
	Taikoo Shing Branch	Shop G1010-1011, Yiu Sing Mansion
Kowloon:	Mongkok North Branch	G/F, Kalok Building, 720-722 Nathan Road, Mongkok
	Prince Edward Branch	G/F, Hanley House, 776-778 Nathan Road
	Tsim Sha Tsui Branch	Shop A & B, Milton Mansion, 96 Nathan Road
	Hoi Yuen Road Branch	Unit 1, G/F, Hewlett Centre, 54 Hoi Yuen Road
New Territories:	Shatin Plaza Branch	Shop 3-4, Level 1, Shatin Plaza
	Ha Kwai Chung Branch	202 Hing Fong Road

To be valid, each Application Form must be, amongst other things, accompanied by either one check or one banker's cashier order which is crossed "Account Payee Only" and made payable to "**Horsford Nominees Limited – SouthGobi Energy Public Offer**". Both **white** and **yellow** Application Forms completed in all respects in accordance with the instructions printed thereon (to which checks or banker's cashier orders should be securely stapled) should be deposited in the special collection boxes provided at any of the branches referred to above at the following times on the following dates:

Friday, January 15, 2010 – 9:00 a.m. to 5:00 p.m.
Saturday, January 16, 2010 – 9:00 a.m. to 1:00 p.m.
Monday, January 18, 2010 – 9:00 a.m. to 5:00 p.m.
Tuesday, January 19, 2010 – 9:00 a.m. to 5:00 p.m.
Wednesday, January 20, 2010 – 9:00 a.m. to 12:00 noon

Applicants can also apply for Hong Kong Offer Shares through the **White Form eIPO** service as follow:

Applicants can also apply by giving **electronic application instructions** to the **White Form eIPO** Service Provider through the **White Form eIPO** service (www.eipo.com.hk) from 9:00 a.m. on January 15, 2010 until 11:30 a.m. on January 20, 2010 (or such later date as may apply in the case of a tropical cyclone warning signal number 8 or above or a “black” rainstorm warning signal being in force as described in the section headed “How to apply for Hong Kong Offer Shares – Effect of bad weather on the opening of the application lists” in the Prospectus). The latest time for completing full payment of application monies in respect of such applications will be 12:00 noon on January 20, 2010, the last application day, or if the application lists are not open on that day, then by the time and date stated in the section headed “How to apply for Hong Kong Offer Shares – Effect of bad weather on the opening of the application lists” in the Prospectus. Applicants will not be permitted to submit applications to the **White Form eIPO** Service Provider after 11:30 a.m. on the last day for submitting applications. If you have already submitted your application and obtained an application reference number from the website prior to 11:30 a.m., you will be permitted to continue the application process (by completing payment of application monies) until 12:00 noon on the last application day, when the application lists close.

Time for inputting electronic application instructions via CCASS terminals or CCASS Phone System/CCASS Internet System

A CCASS Investor Participant may give **electronic application instructions** through the CCASS Phone System by calling 2979 7888 or through the CCASS Internet System at <https://ip.ccass.com> (using the procedures contained in HKSCC’s “An Operating Guide for Investor Participants” in effect from time to time) or go to HKSCC’s Customer Service Centre at 2nd Floor, Vicwood Plaza, 199 Des Voeux Road, Central, Hong Kong and complete an input request form. Prospectuses are also available for collection at the Customer Services Centre of HKSCC.

If you are not a CCASS Investor Participant, you may instruct a broker or custodian who is a CCASS Clearing Participant or a CCASS Custodian Participant to give **electronic application instructions** to HKSCC via CCASS terminals to apply for Hong Kong Offer Shares on your behalf. CCASS Clearing/Custodian Participants can input **electronic application instructions** through CCASS at the following times:

Friday, January 15, 2010 – 9:00 a.m. to 8:30 p.m.⁽¹⁾
Saturday, January 16, 2010 – 8:00 a.m. to 1:00 p.m.⁽¹⁾
Monday, January 18, 2010 – 8:00 a.m. to 8:30 p.m.⁽¹⁾
Tuesday, January 19, 2010 – 8:00 a.m. to 8:30 p.m.⁽¹⁾
Wednesday, January 20, 2010 – 8:00 a.m. to 12:00 noon⁽¹⁾

(1) *These times are subject to change as HKSCC may determine from time to time with prior notification to CCASS Clearing/Custodian Participants.*

CCASS Investor Participants can input **electronic application instructions** from 9:00 a.m. on January 15, 2010 until 12:00 noon on January 20, 2010 (24 hours daily, except the last day of application).

The application lists will be open from 11:45 a.m. to 12:00 noon on January 20, 2010 (or such later date as may apply in case of certain bad weather conditions as described under the section headed “How to apply for Hong Kong Offer Shares – Effect of bad weather conditions on the opening of the Application Lists”) in the Prospectus.

Subject to the terms and conditions set out in the Prospectus and the Application Forms relating thereto, applications made on **white** or **yellow** Application Forms, or by giving electronic application instruction to HKSCC or to the **White Form eIPO** Service Provider under the **White Form eIPO** service, must be received no later than 12:00 noon on January 20, 2010 (or if the application lists are not open on that day, then by 12:00 noon on the next Business Day the lists are open). Please see the section headed “How to apply for Hong Kong Offer Shares” in the Prospectus for further details. If the conditions to the International Offering are not fulfilled or waived prior to the times and dates specified, the International Offering will lapse and the Stock Exchange will be notified immediately. The Company will cause notice of the lapse of the Hong Kong Public Offering to be published in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese) on the next day following such lapse. In such eventuality, all application monies will be returned, without interest, on the terms set out in the section headed “How to Apply for Hong Kong Offer Shares” of the Prospectus.

For allocation purposes only, the Hong Kong Offer Shares (before taking into account any adjustment in the number of Offer Shares allocated between the Hong Kong Public Offering and the International Placing) will be divided equally (to the nearest board lot) into two pools of 1,350,000 Shares each: pool A and pool B, both of which are available on an equitable basis to successful applicants. The Hong Kong Offer Shares in pool A will be allocated on an equitable basis to applicants who have applied for Hong Kong Offer Shares with a total subscription amount of HK\$5 million (excluding

the brokerage, SFC transaction levy and Stock Exchange trading fee payable) or below. The Hong Kong Offer Shares in pool B will be allocated on an equitable basis to applicants who have applied for Hong Kong Offer Shares with a total subscription amount of more than HK\$5 million (excluding the brokerage, SFC transaction levy and Stock Exchange trading fee payable) and up to the total value of pool B. Applicants should be aware that applications in different pools may receive different allocation ratios. Where one but not both of the pools is undersubscribed, the surplus Hong Kong Offer Shares will be transferred to the other pool to satisfy demand in that pool and be allocated accordingly. Applicants can only receive an allocation of Hong Kong Offer Shares from either pool A or pool B but not from both pools. Multiple or suspected multiple applications and any application for more than 100% of the Hong Kong Offer Shares available for allocation under pool A or pool B are liable to be rejected.

The Offer Price is expected to be fixed by agreement between the Joint Global Coordinators, on behalf of the Underwriters, and the Company on the Price Determination Date. The Offer Price will be determined by reference to, among other factors, the closing price of the Shares on the TSX on the last trading day on the Price Determination Date. The Offer Price will not exceed the lesser of (i) an amount equal to the Hong Kong dollar equivalent of C\$17.00 as calculated using the last published Bank of Canada noon buying rate before the signing of the Price Determination Agreement, and (ii) the maximum Offer Price of HK\$133.50. The Price Determination Date is expected to be on or around January 22, 2010 and, in any event, not later than January 27, 2010. If for any reason, the Offer Price is not agreed by January 27, 2010, the International Offering will not proceed and will lapse. It is expected that the level of indication of interest in the International Placing, the Offer Price and the level of applications and the basis of allotment under the Hong Kong Public Offering will be published in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese) on January 28, 2010. The results of allocation (with identification document numbers of successful applicants and the number of the Hong Kong Offer Shares successfully applied for) will be published on the Stock Exchange's website at www.hkexnews.hk, Company's website at www.southgobi.com and the result of allotment website www.iporesults.com.hk and other channels as described in the section headed "How to apply for Hong Kong Offer Shares – Results of allocations" in the Prospectus.

If your application for Shares under the Hong Kong Public Offering is partially successful, wholly unsuccessful or if the Offer Price is less than the maximum Offer Price of HK\$133.50, your application monies (or the relevant portion of it) will be refunded to you without interest on terms set out in the section headed "How to Apply for Hong Kong Offer Shares – Dispatch/Collection of Share Certificates and Refund Monies" of the Prospectus.

If you are applying using a **yellow** Application Form or by giving **electronic application instructions** to HKSCC and your application is wholly or partially successful, your Share certificate will be issued in the name of HKSCC Nominees and deposited into CCASS for credit to your CCASS Investor Participant stock account or the stock account of any designated CCASS Participant giving **electronic application instructions** on your behalf or as instructed by you in your **yellow** Application Form at the close of business on January 28, 2010 or in the event of a contingency, on any other date as shall be determined by HKSCC or HKSCC Nominees. If you are applying through a designated CCASS Participant (other than a CCASS Investor Participant), you can check the number of Hong Kong Offer Shares allocated to you (and the amount of refund money payable to you if you have instructed a CCASS Clearing/Custodian Participant to give **electronic application instructions** on your behalf) with that CCASS Participant. If you are applying as a CCASS Investor Participant, you should check the announcement published by the Company on January 28, 2010 and report any discrepancies to HKSCC before 5:00 p.m. on January 28, 2010 or such other date as shall be determined by HKSCC or HKSCC Nominees. Immediately after the credit of the Hong Kong Offer Shares to your account, you can also check your new account balance via the CCASS Phone System and CCASS Internet System (under the procedures contained in HKSCC's "An Operating Guide for Investor Participants" in effect from time to time). HKSCC will also make available to you an activity statement showing the number of Hong Kong Offer Shares credited to your CCASS Investor Participant stock account and the amount of refund money (if any) credited to your designated bank account (if you are applying by giving **electronic application instructions** to HKSCC).

In connection with the International Offering, Citigroup Global Markets Asia Limited, as Stabilising Manager, or any person acting for it, on behalf of the Underwriters, may, to the extent permitted by applicable laws of Hong Kong or elsewhere, over-allocate or effect any other transactions with a view to stabilising or maintaining the market price of the Shares at a level higher than that which might otherwise prevail in the open market for a limited period after the last day for the lodging of applications under the Hong Kong Public Offering. Any market purchases of Shares will be effected in compliance with all applicable laws and regulatory requirements. However, there is no obligation on the Stabilising Manager or any person acting for it to conduct any such stabilising activity, which if commenced, will be done at the absolute discretion of the Stabilising Manager and may be discontinued at any time. Any such stabilising activity is required to be brought to an end within 30 days of the last day for the lodging of applications under the Hong Kong Public Offering. The number of Shares that may be over-allocated will not exceed the number of Shares that may be sold under the Over-allotment Option, which is approximately 15% of the Offer Shares available under the International Offering, after giving effect to any reallocation between the International Placing and the Canadian Offering. Further details on Stabilisation are contained in the Prospectus. Stabilising

action will be entered into in accordance with the laws, rules and regulations in place in Hong Kong on stabilisation and stabilisation action permitted in Hong Kong pursuant to the Securities and Futures (Price Stabilising) Rules under the Securities and Futures Ordinance.

Prospective applicants for and investors in the Offer Shares should, among other things, note that no stabilising action can be taken to support the price of the Shares for longer than the stabilising period which will begin on the Listing Date following announcement of the Offer Price, and is expected to expire on February 19, 2010, being the 30th day after the last date for lodging applications under the Hong Kong Public Offering. After this date, when no further stabilising action may be taken, demand for the Shares, and therefore the price of the Shares, could fall.

Dealings in the Offer Shares on the Stock Exchange are expected to commence on January 29, 2010. The Company will not issue any temporary document of title.

As of the date of this announcement, the executive Director is Mr. Alexander Alan Molyneux, the non-executive Directors are Mr. Peter Graham Meredith, Mr. John Anthony Macken and Mr. Raymond Edward Jr. Flood and the independent non-executive Directors are Mr. Pierre Bruno Lebel, Mr. Robert William Hanson, Mr. Andre Henry Deepwell and Mr. Robert Stuart Angus.

By order of the Board
SouthGobi Energy Resources Ltd.
Mr. Alexander Alan Molyneux
President and Chief Executive Officer

Hong Kong, January 15, 2010

* *For identification purposes only*