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KTP HOLDINGS LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 645)

ANNOUNCEMENT PURSUANT TO RULE 13.09 OF THE LISTING RULES AND APPOINTMENT OF CHIEF EXECUTIVE OFFICER

This announcement is made pursuant to Rule 13.09 of the Listing Rules.

The Board is pleased to announce that the Company and LTE entered into the MOU on 26 August 2011 (after trading hours), pursuant to which the Company intends to participate with LTE relating to the tender offer for coal off take agreement and acting as a marketing agency in relation to certain coal concessions in Indonesia.

All the terms and conditions of the Formal Agreement relating to the participation in the Intended Tender Offer are still under negotiation among the parties thereto. **Therefore, the terms and conditions of the Formal Agreement may or may not be agreed and the possible transaction may or may not proceed. Shareholders and potential investors should exercise caution when dealing in the shares of the Company.**

In addition, the Board is pleased to announce that Mr. Gormley has been appointed as the chief executive officer of the Company with effect from 1 September 2011.

This announcement is made pursuant to Rule 13.09 of the Rules Governing the Listing of Securities (“Listing Rules”) on the Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

On 26 August 2011 (after trading hours), KTP Holdings Limited (the “Company”) and PT Langit Timur Energy (“LTE”) entered into a Memorandum of Understanding (“MOU”), pursuant to which the Company intends to participate with LTE relating to the tender offer for coal offtake agreement and acting as a marketing agency in relation to certain coal concessions in Indonesia (the “Intended Tender Offer”).

To the best of the knowledge of the board of directors (the “Board”) of the Company, information and belief, having made reasonable enquiries, LTE and its ultimate beneficial owners are third parties independent of the Company and connected persons (as defined in the Listing Rules) of the Company.

PRINCIPAL TERMS OF THE MOU

(i) Payment

Upon signing the MOU, the Company shall place an interest-free refundable deposit of US\$1 million (“Deposit”) with LTE.

LTE shall refund the Deposit in the event of the earlier of (a) the parties to the MOU fails to enter into any formal agreement relating to the participation in the Intended Tender Offer (“Formal Agreement”) within the period of 60 days from the date of signing the MOU (or such period the parties to the MOU may agree); or (b) the expiry of the MOU.

(ii) Term

The MOU shall come into force and effect at the date of signing of the MOU and shall continue until the earlier of (a) the expiry of the period of 60 days from the date of the MOU (or such period the parties to the MOU may agree); or (b) execution of the Formal Agreement.

(iii) Due Diligence Review

The Company shall be entitled to conduct due diligence on, among other things, the coal concessions and LTE undertakes to provide all necessary assistance and disclose to the Company all information and documents with regards to the due diligence review, including but not limited to, access the information relating to certain coal concessions in Indonesia.

In the event that the Formal Agreement materialises, the transaction may constitute a notifiable transaction of the Company under the Listing Rules.

INFORMATION ON THE COMPANY AND LTE

The Company is principally engaged in the manufacturing of footwear products.

LTE is a company incorporated and existing under the laws of Republic of Indonesia. It holds certain coal concessions with exploration licences covering more than 200,000 hectares of thermal and cooking coal concessions.

GENERAL

All the terms and conditions of the Formal Agreement relating to the participation in the Intended Tender Offer are still under negotiation among the parties thereto. **Therefore, the terms and conditions of the Formal Agreement may or may not be agreed and the possible transaction may or may not proceed. Shareholders and potential investors should exercise caution when dealing in the shares of the Company.**

APPOINTMENT OF CHIEF EXECUTIVE OFFICER

The Board is pleased to announce that Mr. David M. Gormley (“Mr. Gormley”) has been appointed as the chief executive officer of the Company with effect from 1 September 2011.

Mr. Gormley, aged 49, was the senior advisor of Recapital Investment Group prior to joining the Company. Mr. Gormley has extensive international banking experience and has worked in Asia for a number of years. He began his career in 1986 with Dean Witter Reynolds in New York and later joined Citibank N.A. where he spent over 22 years in various global corporate and private banking positions and his last position was the executive director & chief officer of CITI Private Bank in Indonesia. Mr. Gormley also serves on the AmCham Indonesia Board of Governors. Mr. Gormley holds a bachelor of arts (honours) degree in economics from Columbia College, Columbia University in New York and also completed the Citigroup/Executive Program from Stanford University Graduate School of Business.

The Board believes that the joining of Mr. Gormley can lead the Company into its next stage of growth and would like to express our warmest welcome to Mr. Gormley.

By Order of the Board
KTP Holdings Limited
Chua Chun Kay
Chairman

26 August 2011

As at the date of this announcement, the Board comprises Mr. Chua Chun Kay (Chairman) as executive director of the Company and Mr. Lam Pun Yuen, Frank, Mr. Ngan Hin Hong and Mr. Yeung Kin Bond, Sydney as independent non-executive directors of the Company.