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NATIONAL UNITED RESOURCES HOLDINGS LIMITED

國家聯合資源控股有限公司

(Incorporated in Hong Kong with limited liability)

(Stock Code: 254)

QUARTERLY UPDATE ON DELISTING

This announcement is made by National United Resources Holdings Limited (the “**Company**”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities (the “**Listing Rules**”) on The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Cap. 571 of the Laws of Hong Kong).

Reference is made to the announcements of the Company dated 18 September 2019, 5 November 2019, 25 November 2019, 31 January 2020, 19 February 2020, 27 February 2020, 31 March 2020 and 2 April 2020 (the “**Announcements**”). Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the Announcements.

RECENT PROGRESS

Further Hearing

Following the Listing Review Committee Hearing on 15 January 2020, the Listing Review Committee requested the Company to provide further information by submitting a written submission and invited the Company and the Listing Division to a further hearing.

The Company has submitted the written submission on 4 March 2020. The further hearing, which was previously scheduled on 31 March 2020, has been postponed by the Listing Review Committee.

Enforcement of Arbitral Award

On 6 January 2020, First Concept (a former wholly-owned subsidiary of the Company) obtained from the Khan Uul District Trial Court of Civil Cases, Ulaanbaatar, Mongolia the Enforcement Order in respect of the Arbitral Award, where SouthGobi Sands LLC (“**SGS**”), a subsidiary of SouthGobi Resources Ltd., which is a company listed on the Toronto Stock Exchange (stock code: SGQ) and the Hong Kong Stock Exchange (stock code: 1878), was ordered to pay the sum of US\$11.5 million (together with interests accrued) to First Concept.

Following the service of the Enforcement Order on SGS on 28 January 2020, the enforcement agent requested SGS to repay to First Concept all unpaid sums and interest within seven days (i.e. on or before 3 February 2020). As a result of SGS’s failure to pay First Concept before the said deadline, letters were sent to the commercial banks in Mongolia to freeze all bank accounts held by SGS. The Company notes that SGS’s bank accounts in Mongolia have been frozen since 5 February 2020.

On 6 and 7 February 2020, SGS wrote to Lieutenant Colonel R. Enkhtaivan (Head of Capital City Court Decision Enforcement Agency of Mongolia) seeking to uplift the “freeze order” on some of its bank accounts on the ground that it has insufficient funds to pay wages to its workers. SGS has also proposed to the enforcement agency that it would pay First Concept US\$2,600,000 by three instalments in March, April and May 2020 and the interests in April, May and June 2020 respectively. No specified payment dates were provided in SGS’s proposal. First Concept considers that such proposal is unacceptable as US\$2,600,000 is substantially less than the sum SGS is obliged to pay First Concept pursuant to the Enforcement Order. First Concept will continue to proceed for its interest according to the laws and regulations in Mongolia. The enforcement agency will take further enforcement actions accordingly, including but not limited to seizing assets, properties and equipment of SGS for repayment to First Concept.

Company Business Update

Owing to the outbreak of COVID-19, the Government of Beijing Municipality imposed various control to restrict activities of residents and orders in delaying resumption of work in the city, which affected the usage of the Group’s bus transportation service by its customers since February 2020.

As of the date of this announcement, over 80% usage in the Group’s bus transportation service business has been resumed. The management of the Company considered the drop in usage was only temporary due to the pandemic. There are keen demands over bus transportation services in Beijing, which has various comparative advantages in safety, controllability and traceability than other public transport in terms of health control. When compared to taxi or other e-hailing vehicles, shuttle buses are far more economical to users, corporations and education institutions. The management expects that there will be a positive impact on the Company’s business in the later stages and after the pandemic.

Financial Results

Due to the COVID-19 outbreak, the auditor of the Company could not conduct the relevant audit field works in the PRC and has caused delay in publication of and despatch of the audited annual results announcement and the annual report of the Company for the year ended 31 December 2019. On 31 March 2020, the Company published the Group’s unaudited consolidated financial information for the year ended 31 December 2019.

Save for the above, there is no further update on the Company's business operations or progress of satisfying the resumption conditions.

The Company shall publish further announcement(s) in compliance with the Listing Rules, or any update on the development of the Company as and when appropriate.

CONTINUED SUSPENSION OF TRADING OF THE SHARES

Trading in the shares of the Company on the Stock Exchange, which was suspended with effect from 9:00 a.m. on 1 August 2016, remains suspended and will continue to be so until further notice.

The publication of this announcement does not mean the Resumption Proposal, which is subject to a number of conditions precedent, will be approved by the regulatory bodies or will be implemented in part or in full. Shareholders and investors are advised to exercise caution in dealing in the shares or relevant securities of the Company.

By Order of the Board
National United Resources Holdings Limited
Ji Kaiping
Chairman

Hong Kong, 29 April 2020

As at the date of this announcement, the executive Directors are Mr. Ji Kaiping (Chairman) and Mr. Guo Peiyuan, the non-executive Director is Mr. An Jingwen, and the independent non-executive Directors are Mr. Li Wen, Mr. Qiu Ke and Ms. Chen Yen Yung.