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CITIC RESOURCES HOLDINGS LIMITED

(incorporated in Bermuda with limited liability)

Website: www.citicresources.com

(Stock Code: 1205)

ANNOUNCEMENT

The Board has noted the increase in the trading volume and price of the Shares on 26 October 2006 and wishes to state that it is not aware of the reasons for such increase save as disclosed below.

The Company is in discussions with CITIC Group regarding the possible injection of the Potential Assets which CITIC Group has of 25 October 2006 agreed conditionally to acquire from Nations Energy. As at the date of this announcement, the Company has not agreed or entered into any binding terms or agreement with CITIC Group to acquire the Potential Assets as a result of these discussions. Such discussions may or may not lead to any such agreement being entered into by the Company. The Company will issue further announcements as and when appropriate.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares.

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (the “Stock Exchange”).

The board of directors (the “Board”) of CITIC Resources Holdings Limited (the “Company”) has noted the increase in the trading volume and price of the shares of the Company (the “Shares”) on 26 October 2006 and wishes to state that it is not aware of the reasons for such increase save as disclosed below.

The Company from time to time reviews and enters into discussions with regard to natural resources and energy business opportunities and investments introduced to it by third party intermediaries and by CITIC Group, its 60% controlling shareholder. Discussions with CITIC Group have recently involved the Kazakhstan oil assets (the “Potential Assets”) of Nations Energy Company Ltd. (“Nations Energy”) which CITIC Group has of 25 October 2006 agreed to acquire from Nations Energy and the possible injection of the Potential Assets into the Company. The Company understands that CITIC Group’s acquisition of the Potential Assets is subject to the satisfaction of certain conditions precedent and, therefore, an acquisition of the Potential Assets by the Company would only be possible if CITIC Group completes its own acquisition of such assets. Any acquisition of the Potential Assets by the Company would be discloseable under Rule 13.23 of the Rules Governing the Listing of Securities on the Stock Exchange (the “Listing Rules”).

As at the date of this announcement, the Company has not agreed or entered into any binding terms or agreement with CITIC Group to acquire the Potential Assets as a result of these discussions. Such discussions may or may not lead to any such agreement being entered into by the Company. The Company will issue further announcements as and when appropriate.

The Board confirms that, save as disclosed above, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under Rule 13.23 of the Listing Rules and neither is the Board aware of any matter discloseable under the general obligation imposed by Rule 13.09 of the Listing Rules which is or may be of a price-sensitive nature.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the Shares. Made by the order of the Board, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

By Order of the Board
CITIC Resources Holdings Limited
Kwok Peter Viem
Chairman

Hong Kong, 26 October 2006

As at the date hereof, the executive directors of the Company are Mr. Kwok Peter Viem; Mr. Ma Ting Hung; Mr. Shou Xuancheng; Mr. Sun Xinguo; Ms. Li So Mui; Mr. Mi Zengxin; Mr. Qiu Yiyong; Mr. Zeng Chen and Mr. Zhang Jijing, and the independent non-executive directors are Mr. Fan Ren Da, Anthony; Mr. Ngai Man and Mr. Tsang Link Carl, Brian.

Please also refer to the published version of this announcement in The Standard.