



Name : Randeep Grewal
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Bloomberg TV Interview Randeep Grewal, Chairman and Chief Executive, Green Dragon Gas Limited

Mark Barton

Let's move on, because investing in energy has been lucrative for many investors over the last couple of years, and analysts say that could continue. Green Dragon Gas today floated on the Alternative Investment Market in London. Shares sold for \$5.56, giving the company a market valuation of \$626 million. The listing makes Green Dragon the largest Chinese company listed on the AIM market. I'm joined by Randeep Grewal, Chief Executive Officer — Randy, thanks very much for joining us. There's the chart, the intra-day chart. We can see it's up from the listed price, from 5.56 to 6.24, which is actually a gain of 12%. Happy so far?

Randeep Grewal

So far, so good! A long way to go, and thanks for having us here, Mark.

Mark Barton

Not at all! Why list in London? Why list on the AIM? What propelled you to do that?

Randeep Grewal

Well, we thought about it for a long time and I think living in Hong Kong, we had various options between listing in Hong Kong and Shanghai and Shenzhen etc. I think, looking at the AIM, it's really demonstrated it to be a growth-driven exchange for companies like us that are starting up with a long growth profile ahead of us, and really an international environment where investors from all over the world could look at an exchange versus a regional market, if you will, that I saw in Hong Kong and Singapore and the like.

Mark Barton

Have you been getting good feedback from international investors?

Randeep Grewal

Yes, we did. We in fact, had a road show that started off here in the UK, across in the Middle East and all over the Far East, and we saw a common interest where, when you said we're going to be listed in London AIM, there was a degree of comfort there.

Mark Barton

You listed \$25 million worth of shares, that's right isn't it?

Randeep Grewal

Yes.

Mark Barton

Why that much? Why not more, or why not less — more is the obvious question?

Randeep Grewal

I'm sure you hear this from every CEO that one always expects to have a better valuation than what we got when we started. We raised sufficient amount of funds we needed for the next 18 months' worth of our work plan, so we actually worked our numbers to what was the basic or minimum amount needed to go ahead and raise that. We would have liked to raise more but, I think at the valuation, raising the amount we needed for the work plan was more important.

Mark Barton

Talk to me about this work plan, what you're going to do with this money, as you say, over the next 18 months?

Randeep Grewal

Well, we're a gas company, we want to drill wells and make gas. So, that's essentially what we're up to. If you get on our website, www.greendragongas.com, you can see, currently, we're off drilling, and that programme started already in July. So, what we're going to do over the next six to nine months is constantly drill, so as to go ahead and get gas production going and get the valuation back, to get it re-evaluated in about six to nine months.

Mark Barton

What projects offer the best potential for you, looking forward?

Randeep Grewal

Well, we have five blocks, all of them in China: three in Shanxi province; one in Anhui, and one in Jiangxi province. We think our potential is quite equal across all five; however, our concentration is in Jiangxi, which is the Fengcheng block, and in Shizhuang South, which is in the Shanxi province. Those are two areas of concentration, and that's where we're drilling.

Mark Barton

As you say, you're a growth company — what are the prospects for growth? Do you look five years, ten years out? How big could Green Dragon Gas become over the next few years?

Randeep Grewal

Well we've got, according to our independent auditors, 16.6 TCF of gas, Trillion Cubic Feet of gas, so clearly the prospects are quite bright. How big could we become? We'd like to be drilling, literally, 100 well programme per block on an annual basis three years out and there on. Twenty-seven years left on the contracts. We want to be drilling and producing all the way through. I think, from a market cap standpoint, we'll see what the shareholders feel in terms of value and how the market values us, but this is clearly a good start. We hope we have starts like this on a daily basis going forward, but yes I think as we prove-up more of our gas, the market will clearly see the value long-term.

Mark Barton

Thanks very much for joining us, and very good luck to you!

Randeep Grewal

Thank you for having me.

Mark Barton

See you again. Randeep Grewal there, Chief Executive Officer of Green Dragon Gas, on their debut listed on the AIM today.

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For further information on the Company and its activities, please refer to the website at www.greendragongas.com or contact:

Randeep Grewal

Chairman and Chief Executive, Green Dragon Gas Ltd.

+852 2166 8686

Email: hkoffice@greka.com

