

[For Immediate Release]



KING STONE ENERGY APPOINTS NON-EXECUTIVE DIRECTORS - Moves to Enhance the Board and Strengthen Corporate Governance -

(August 25, 2011, Hong Kong) – King Stone Energy Group Limited (the “Company” or “King Stone Energy”, stock code: 00663.HK) is pleased to announce that further to the Strategic Cooperation Agreement dated 26 April 2011 between the Company and CITIC Trust Co., Ltd. (“CITIC Trust”), Mr. Li Feng (“Mr. Li”) and Mr. Wang Daoyuan (“Mr. Wang”) have been appointed as non-executive Directors of the Company with effect from 25 August 2011.

Mr. Li Feng, aged 37, holds a Bachelor Degree in Biochemistry from the Wuhan University. Mr. Li has worked in CITIC group for over 15 years and is vastly experienced in corporate management, financing and mergers and acquisitions. He is currently the Vice President of CITIC Trust and the general manager of Innovation and Research Department of CITIC Trust. He has also been a member of the Board of Supervisory of CITIC Trust since March 2009. Mr. Li is also the Vice President of China International Economic Consultants Co., Ltd.

Mr. Wang Daoyuan, aged 42, holds a Bachelor Degree in Economics from Northern (Beijing) Jiaotong University and a Master Degree in Business Administration from Beijing University. He possesses over 19 years of experience in accounting, business, financing and mergers and acquisitions. He joined CITIC group in 1995 and is currently the Executive Vice President, the secretary to the board and the chairman of audit committee of CITIC Trust. Mr. Wang is a member of Chinese Institute of Certified Public Accountant.

The board of directors believe that with Mr. Li and Mr. Wang’s corporate expertise, management experience and key leadership skills, the Company will be even better positioned to capitalize on new opportunities for growth and development. King Stone Energy will continue in its mission to provide shareholders with stable returns and continually look to strengthen its corporate governance.

In April, the Company has entered into a joint venture agreement with CITIC Trust to establish a fund management company to; manage energy investment funds, develop high-quality coal mines both in the PRC and in the overseas, acquire and integrate coal resources and invest in environmentally-clean production. CITIC Trust will also explore investment opportunities with King Stone Energy and provide the Company with a full range of financial support. Mr. Li and Mr. Wang will help to foster a closer working relationship between CITIC Trust and King Stone Energy.

About King Stone Energy Group Company Limited

In December 2009, King Stone Energy expanded its business in coal mining through the acquisition of Eerduosi Hengtai Coal Company Limited in Inner Mongolia . The Company currently owns and operates coal mines located in Eerduosi, Inner Mongolia and Shuozhou, Shanxi. Under the leadership of a professional management team and backed by extensive operational and corporate governance experience, with the synergies of organic growth and acquisition, King Stone Energy Group aims at becoming a top diversified coal enterprise in China through organic growth and the synergies resulting from mergers and acquisitions.

This press release is distributed by Kreab Gavin Anderson on behalf of King Stone Energy Group Company Limited

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