

Press Release
To: Business Editors

For Immediate Release



King Stone Energy Group Limited
Enter a new era with a strong team

(Hong Kong, 1 March 2010) King Stone Energy Group Limited (the “Company” or “King Stone Energy”, Stock Code: 663.HK) announced today the establishment of strategic partnership with CCB International Asset Management Limited (“CCBIAM”). The partnership demonstrates CCBIAM’s support to the Company’s business transformation as well as its future development plan, subsequent to its prior announcement in relation to its expansion into the mining industry and change of its company name.

The Company introduced its new management, representatives from CCBI, the Company’s corporate governance structure as well as future business direction at its press conference today. King Stone Energy expanded its business to coal mining and sales through acquisition of Eerduosi Hengtai Coal Company Limited (“Hengtai Company”). Hengtai Company is in possession of two coal mines located in Eerduosi, Inner Mongolia, among which No. 1 coal mine commenced its operation in December 2009 and No. 2 coal mine will commence its production before the end of 2011.

Dr. Wang Dayong, Chairman and CEO of King Stone Energy said, “Shareholders’ interests have always been the top priority of the Company. In view of the ever-increasing demand for coal in Mainland China, the management is proactively committed to the development of coal business. The Company will be principally engaged in coal mining business for future development with an aim to maximize shareholder values. Today King Stone Energy announced CCBIAM as our strategic partner, which expressed their confidence in our management and industry prospects apart from further reinforcement in the shareholding structure. We are well positioned for business expansion with strong support from such investor.”

Mr. Alvin Li, Managing Director of CCB International Asset Management Limited stated, “CCB International has been constantly looking for companies with high growth potential for strategic investment. We are very optimistic over the prospects of the Company as the management of King Stone Energy are well experienced in the coal mining industry and well connected thereto. In addition, the Company substantiates its development plan in line with the extensive development of energy industry in China.”

The company also established an advisory committee on March 1, 2010, with Mr. Wang Sen Hao as chairman, Mr. Chen Bi Ting as co-chairman, and Mr. Zhang Chang Sheng as vice-chairman. The three committee members have extensive experience and good reputation in the industry, as well as good relationship with large companies and leaders of the Chinese resources and energy government departments. The directors believe that their advice would be beneficial to the long-term development of the resources business of the Company.

Dr. Wang continued, “The Company has just completed the acquisition of its first target company, under the leadership of experienced management and on the well-established corporate governance foundation, the Company will also be seeking for potential acquisition projects besides the development of existing coal mines in order to be a leading diversified coal enterprise in China’s coal mining industry. The Company enjoys its predominance in terms of its current location of coal mines, resource reserves, product quality, cost control, safety production and corporate governance, which lays a solid foundation for further development of the Company.”

King Stone Energy Group Limited (Stock Code: 663.HK)

In December 2009, King Stone Energy expanded its business to coal mining and sales through acquisition of Eerduosi Hengtai Coal Company Limited. Eerduosi Hengtai Coal Company Limited owns two coal mines which located in Ordos, of Inner Mongolia. According to the mining licenses, the capacity for each coal mine is 1.2 Mtpa, among which No. 1 coal mine was put into operation in December 2009. Conditional approval has been granted from the Coal Industry Bureau of Inner Mongolia that the capacity of No.1 coal mine could be further increased to 2.40 Mtpa.

CCB International Asset Management Limited

CCB International Asset Management Limited, a wholly-owned subsidiary of CCB International (Holdings) Limited (“CCBI”), is a company incorporated in Hong Kong and is principally engaged in asset management and investment businesses. The ultimate beneficial owner of CCBI is China Construction Bank Corporation, a company listed on the Main Board of the Hong Kong Stock Exchange and the Shanghai Stock Exchange. CCBI has a large number of investments including, without limitation, pre-IPO projects in the PRC and Hong Kong, as well as Hong Kong listed companies, covering sectors such as real estate, manufacturing, energy, transportation, media, retail and healthcare.

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Appendix – bios of management:

Board of Directors

Wang Da Yong

Chairman & Chief Executive Officer

- Former CEO of Fortune Dragon Group, a coking manufacturing company in Shanxi Province, China, which was acquired by Fushan International (639.HK) in July 2008 at HK\$10 billion
- Former Executive Director and CEO of China Best Group (370.HK)
- Worked in the Ministry of Agriculture in China from 1988 – 1998
- More than 10 years of direct investment experience in natural resources companies
- PhD in Economics

Tian Wen Wei

Executive Director

- Senior executive of Puda Coal, a public coal company in the U.S. from 2006 to 2009
- Director of Triumph Fund A Limited since 2009
- MBA, University of Alberta, Canada

Lee Tao Wai, CPA

CFO

- Worked in an international “Big 4” accounting firm and a listed company as its senior executive
- B.B.A. (Accounting); Master Degree in Investment Management
- Member of HKICPA

Li Yi

Non-Executive Director

- Chairman of Shanxi Xishan Coal and Electricity Power (000983.SZ), between 2002 and 2007
- Vice-chairman of Shanxi Coking Coal Group, the largest coking coal producer in China between 2001 and 2009
- Director of the Department of Coal Mine Safety of Xi Ming Coal Mine of Xi Shan Mining Bureau, Deputy Director-general of Xi Shan Mining Bureau, and Managing Director of Xishan Coal Electricity Group formerly

Wang Tong Tian

Non-executive Director

- Deputy General Manager of China Shenhua Group Coal Transportation and Distribution Company between 1996 and 2009
- Former senior executive of the Beijing Mining Bureau, China National Coal Industry Import and Export Group and China National Coal Development Company between 1975 and 1995
- Over 40 years of experience spanning from project development, administration, design and engineering of coal mines, to import and export of coal, coke and coal related products

Cao Kuang Yu

Independent Non-executive Director

- Vice Chairman of Maxdo Group in Hong Kong and Independent Non-executive Director of JLF Investment Company Limited (472.HK)
- Senior Partner of Rocket Capital from 2007 to 2009; Managing Director of BOCI Asia from 2003 to 2007; President of CITIC Bank, Shenzhen Branch from 1996 to 1999; Deputy General Manager of Bank of China Singapore Branch and Hunan Branch from 1993 to 1999
- Bachelor of Arts Degree in Economics, University of Hunan; Master of Science Degree in Financial Management, University of London

Chiu Sui Keung, CPA

Independent Non-executive Director

- CEO and Executive Director of Sino Resources Group (223.HK)
- Executive Director, Corporate Finance, CITIC Securities International Company Limited
- Bachelor’s Degree in Commerce, University of Melbourne, Australia; Master’s Degree in Applied Finance, Macquarie University, Australia
- CPA Australia; AICPA; fellow member of HKICPA

Jacobsen William Keith

Independent Non-executive Director

- Currently an independent non-executive director of Hycomm Wireless Limited
- Bachelor of Laws from the University of Hong Kong, and MBA from University of British Columbia

Advisory Committee**Wang Sen Hao**

Chairman

- Minister of China Ministry of Coal Industry from 1993 to 1998; Governor of Shanxi Province, the largest coal production province in China, from 1983 to 1992
- Former senior executive and chief engineer in large PRC coal enterprises like Shanxi Datong Mining Bureau, and Shanxi Luan Mining Bureau for 25 years
- Graduated from Beijing Institute of Mining and Technology

Chen Bi Ting

Co-Chairman

- Former General Manager and Chairman of Shenhua Group, the largest coal company in China, and Ex-Executive Director and Chairman of Shenhua Energy
- Former Vice Governor, Vice Secretary General and Director General of Economic Planning Commission of Jiangsu Province
- Oversaw process of Shenhua Group's A- and H-share IPO

Zhang Chang Sheng

Vice Chairman

- Senior VP from 2004 to 2008, and Deputy General Manager of China Netcom Communications Group from 2003 to 2008
- Assistant Governor and Secretary General of Jiangsu Provincial Government, Director of China Ministry of Personnel
- Currently Vice Chairman and Independent Non-executive Director of Media China