KING STONE ENERGY GROUP LIMITED

金山能源集團有限公司

(incorporated in Hong Kong with limited liability)

(Stock Code: 00663)

FORM OF PROXY FOR USE AT THE EXTRAORDINARY GENERAL MEETING TO BE HELD AT ROOM 3603, 36TH FLOOR, ONE EXCHANGE SQUARE, CENTRAL, HONG KONG ON WEDNESDAY, 5 DECEMBER 2012 AT 12:00 P.M. OR ANY ADJOURNMENT THEREOF

I/We[(1)], ______________________________

of ______________________________

being the registered holder(s) of[(2)] ______________________ shares of HK$0.10 each in the capital of King Stone Energy Group Limited (the "Company"), hereby appoint[(3)] the Chairman of the Meeting, or[(3)] ______________________________

of ______________________________

as my/our proxy to attend and vote for me/us and on my/our behalf at the extraordinary general meeting (the "Meeting") of the Company to be held at Room 3603, 36th Floor, One Exchange Square, Central, Hong Kong on Wednesday, 5 December 2012 at 12:00 p.m. (or at any adjournment thereof) in respect of the resolutions set out in the notice convening the Meeting (the "Notice of the EGM") as hereunder indicated and, if no such indication is given, as my/our proxy thinks fit:

Capitalised terms used herein shall have the same meaning as those stated in the Notice of the EGM.

	ORDINARY RESOLUTIONS	FOR[(4)]	AGAINST[(4)]
1.	To approve the Subscription Agreement and the transactions contemplated thereunder		
2.	To approve the Whitewash Waiver		

Dated this __________ day of __________________ 2012 Signature[(5)] ______________________________

Notes:

(1) Full name(s) and address(es) to be inserted in **BLOCK CAPITALS**.

(2) Please insert the number of shares registered in your name(s). If no number is inserted, this form of proxy will be deemed to relate to all the shares of the Company registered in your name(s).

(3) If any proxy other than the Chairman of the Meeting is preferred, delete the words "the Chairman of the Meeting" and insert the name and address of the proxy desired in the space provided. **Any alteration made to this form of proxy must be duly initialled by the person who signs it.**

(4) Please indicate with a "✓" in the appropriate space beside the resolution how you wish the proxy to vote on your behalf. If this form is returned duly signed, but without any indication as to how your proxy should vote, the proxy may vote for or against the resolution or may abstain at his discretion.

(5) This form of proxy must be signed by you or your attorney duly authorised in writing or, in the case of a corporation, must be either under its common seal or under the hand of an officer or attorney duly authorised.

(6) In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by proxy, will be accepted to the exclusion of the votes of the other joint holders. For the purpose, seniority is determined by the order in which the names stand in the Register of Members in respect of the joint holding.

(7) To be valid, this form of proxy, together with a power of attorney or other authority (if any) under which it is signed, or a certified copy of that power or authority, must be deposited at the Company's share registrar in Hong Kong, Tricor Secretaries Limited, at Level 25, Three Pacific Place, 1 Queen's Road East, Hong Kong, not less than 48 hours before the time appointed for holding the Meeting or any adjournment thereof.

(8) The proxy need not be a member of the Company but must attend the Meeting in person to represent you.

(9) Completion and return of this form will not preclude you from attending and voting in person at the Meeting or any adjournment thereof if you so wish.