



CHINA STAR ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 326)

CLARIFICATION ANNOUNCEMENT

This announcement is made under Rule 13.09 of the Listing Rules. Reference is made to the announcement dated 30th August, 2007 made by the Company regarding the very substantial acquisition and the proposed rights issue. The board of directors of the Company would like to clarify certain information contained therein.

This announcement is made under Rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules").

CLARIFICATION

Reference is made to the announcement dated 30th August, 2007 made by the Company regarding the very substantial acquisition and the proposed rights issue (the "Announcement"). Capitalised terms used herein shall have the same meanings as defined in the Announcement.

The board of directors of the Company would like to clarify that due to clerical mistake in the Announcement, reference to the latest time for acceptance of, and payment for, the Rights Shares and application for excess Rights Shares in the section headed "Expected Timetable" should be 4:00 p.m. on Monday, 8th October, 2007.

By Order of the Board
China Star Entertainment Limited
Heung Wah Keung
Chairman

Hong Kong 31st August, 2007

As at the date of this announcement, the executive Directors of the Company are Mr. Heung Wah Keung, Ms. Chen Ming Yin, Tiffany and Ms. Li Yuk Sheung and the independent non-executive Directors are Mr. Hung Cho Sing, Mr. Ho Wai Chi, Paul and Mr. Leung Hok Man.

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