



CHINA STAR ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 326)

TERMINATION OF TRANCHE II PLACING

As the Tranche II Placing Shares cannot be placed by the Placing Agent by the Long Stop Date (i.e. 24 April 2008), pursuant to the Tranche II Placing Agreement, the Tranche II Placing shall be terminated by the Long Stop Date and the Tranche II Placing will not proceed.

Reference is made to the circulars of China Star Entertainment Limited (the "Company") dated 4 October 2007 and 8 January 2008 (the "Circular") and announcements of the Company dated 7 September 2007 and 13 December 2007 in relation to the placing of up to a maximum of 5,000,000,000 new Shares pursuant to the terms of the Tranche II Placing Agreement and the Deed of Variation. Terms used herein shall have the same meanings as defined in the Circular unless defined otherwise.

TERMINATION OF TRANCHE II PLACING

As the Tranche II Placing Shares cannot be placed by the Placing Agent by the Long Stop Date (i.e. 24 April 2008), pursuant to the Tranche II Placing Agreement and the Deed of Variation, the Tranche II Placing shall be terminated by the Long Stop Date and the Tranche II Placing will not proceed.

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

Hong Kong, 23 April 2008

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 of the Company are Mr. Hung Cho Sing, Mr. Ho Wai Chi, Paul and Mr. Leung Hok Man.