



CHINA STAR ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 326)

UNUSUAL PRICE AND TRADING VOLUME MOVEMENTS

This announcement is made at the request of The Stock Exchange of Hong Kong Limited (the "Stock Exchange").

The board of directors (the "Board") of China Star Entertainment Limited (the "Company") has noted today's decrease in the price and increase in the trading volume of the shares of the Company and wishes to state that the Board is not aware of any reasons for such fluctuations.

The Board wishes to advise that the Company is in discussion for a possible disposal of certain its available-for-sale financial assets. The Company has not yet entered into any agreement (binding or not) in respect of such disposal. Should such disposal materialise, it might constitute a notifiable transaction for the Company under Chapter 14 of the Rules Governing the Listing of Securities on the Stock Exchange (the "Listing Rules"). Further announcement as required under the Listing Rules will be made by the Company as and when necessary.

Save as disclosed above and save for the open offer with bonus issue, very substantial acquisition on subscription of convertible bonds to be issued by Golife Concepts Holdings Limited, placing of new shares of the Company and increase in authorised share capital of the Company as disclosed in the Company's announcement dated 8 December 2008, there are no negotiations or agreements relating to intended acquisitions or realisations which are discloseable under rule 13.23 of the Listing Rules, neither is the Board aware of any matter discloseable under the general obligation imposed by rule 13.09 of the Listing Rules, which is or may be of a price-sensitive nature.

Made by the order of the Board, the directors of which individually and jointly accept responsibility for the accuracy of this announcement.

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

Hong Kong, 9 December 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.