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## **CHINA STAR ENTERTAINMENT LIMITED**

*(Incorporated in Bermuda with limited liability)*

**(Stock Code: 326)**

### **RESULTS OF THE OPEN OFFER AND BONUS ISSUE**

The Board is pleased to announce that the Open Offer has become unconditional at 4:00 p.m. on Thursday, 19 February 2009.

As at 4:00 p.m. on Monday, 16 February 2009, being the latest time for acceptance of and payment for the Offer Shares and application for excess Offer Shares, a total of 89 valid acceptances of Offer Shares had been received for a total of 776,323,132 Offer Shares, representing approximately 72.93% of the total number of the Offer Shares available for subscription under the Open Offer. There were 288,162,948 Offer Shares available for excess application, and a total of 84 valid applications had been received for a total of 843,109,194 excess Offer Shares, representing approximately 2.93 times of the Offer Shares available for excess application.

It is expected that the share certificates for the Offer Shares and the corresponding Bonus Shares in respect of the valid acceptances of the Offer Shares on the Application Forms and successful applications for excess Offer Shares on the Excess Application Forms will be despatched to the addresses (as shown on the register of members of the Company) by ordinary post on or before Thursday, 26 February 2009 at the relevant Shareholders' own risks. Refund cheques in respect of wholly or partially unsuccessful applications for excess Offer Shares are also expected to be posted on or before Thursday, 26 February 2009 by ordinary post to the applicants at their own risks.

Dealings in the Offer Shares and the Bonus Shares are expected to commence on the Stock Exchange at 9:30 a.m. on Monday, 2 March 2009.

Reference is made to the prospectus of the Company dated 29 January 2009 (the "**Prospectus**"). Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the Prospectus.

## RESULTS OF THE OPEN OFFER AND BONUS ISSUE

The Board is pleased to announce that the Open Offer has become unconditional at 4:00 p.m. on Thursday, 19 February 2009.

As at 4:00 p.m. on Monday, 16 February 2009, being the latest time for acceptance of and payment for the Offer Shares and application for excess Offer Shares, a total of 89 valid acceptances of Offer Shares had been received for a total of 776,323,132 Offer Shares, representing approximately 72.93% of the total number of the Offer Shares available for subscription under the Open Offer. There were 288,162,948 Offer Shares available for excess application, and a total of 84 valid applications had been received for a total of 843,109,194 excess Offer Shares, representing approximately 2.93 times of the Offer Shares available for excess application.

The Open Offer was over-subscribed and accordingly, the Underwriter does not have any further obligations under the Underwriting Agreement.

It is expected that the share certificates for the Offer Shares and the corresponding Bonus Shares in respect of the valid acceptances of the Offer Shares on the Application Forms and successful applications for excess Offer Shares on the Excess Application Forms will be despatched to the addresses (as shown on the register of members of the Company) by ordinary post on or before Thursday, 26 February 2009 at the relevant Shareholders' own risks. Refund cheques in respect of wholly or partially unsuccessful applications for excess Offer Shares are also expected to be posted on or before Thursday, 26 February 2009 by ordinary post to the applicants at their own risks.

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## SHAREHOLDING STRUCTURE OF THE COMPANY

To the best of the Directors' knowledge and information, the shareholding structure of the Company immediately before and after completion of the Open Offer and Bonus Issue is as follows:

	<b>Immediately prior to completion of the Open Offer and Bonus Issue</b>		<b>Immediately after completion of the Open Offer and Bonus Issue</b>	
	No. of Shares	%	No. of Shares	%
Porterstone	101,471,500	19.06	913,243,500	19.06
Dorest (Note 1)	2,740,500	0.51	2,740,500	0.06
Mr. Heung	5,459,250	1.03	198,933,070	4.15
Ms. Chen	3,171,661	0.60	28,544,949	0.60
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<b>Sub-total</b>	<b>112,842,911</b>	<b>21.20</b>	<b>1,143,462,019</b>	<b>23.87</b>

**Public Shareholders**

Lucky State Group Limited (Note 2)	23,633,333	4.44	465,419,997	9.72
Woo Shuet Ming	0	0.00	326,720,000	6.82
Other public Shareholders	395,766,796	74.36	2,854,585,344	59.59
	<b>532,243,040</b>	<b>100.00</b>	<b>4,790,187,360</b>	<b>100.00</b>

Notes:

1. Those Shares held by Dorest were deposited with C.A. Finance Pacific Limited (“C.A. Finance”) which is in liquidation. C.A. Finance has lodged a charging order to the Court against Dorest to charge those Shares held by Dorest.
2. Lucky State Group Limited is wholly owned by Mr. Ng Cheuk Fai and is also the holder of the Convertible Bonds and Mr. Ng Cheuk Fai is the general manager of the Company. Save for being a Shareholder and the general manager of the Company, to the best of the Directors’ knowledge, information and belief having made all reasonable enquiries, Lucky State Group Limited and Mr. Ng Cheuk Fai are Independent Third Parties.

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

Hong Kong, 19 February 2009

*As at the date of this announcement, the executive Directors 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.*