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CHINA STAR ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 326)

(Warrant Code: 972)

CHANGE OF INDEPENDENT NON-EXECUTIVE DIRECTOR AND POSTPONEMENT OF THE ANNUAL GENERAL MEETING

The Board is pleased to announce that Mr. Tang has been appointed as an independent non-executive Director, a member of each of the remuneration committee, the nomination committee and the audit committee of the Company with effect from 24 May 2011.

The Board also announces that Mr. Leung has resigned as an independent non-executive Director, a member of each of the remuneration committee, the nomination committee and the audit committee of the Company with effect from 24 May 2011 due to his other business commitments which require more of his time and dedication. Mr. Leung has confirmed that he has no disagreement with the Board and there is no matter that needs to be brought to the attention of the Shareholders in relation to his resignation.

In light of the change in the independent non-executive Director as mentioned above, the Directors propose to postpone the AGM to a date not later than 30 June 2011. A supplemental circular in relation to the adjourned AGM together with the revised notice of the adjourned AGM will be dispatched to the Shareholders as and when appropriate.

RESIGNATION OF DIRECTOR

The board (the “**Board**”) of directors (the “**Director(s)**” and each a “**Director**”) of China Star Entertainment Limited (the “**Company**”) announces that Mr. Leung Hok Man (“**Mr. Leung**”) has tendered his resignation as an independent non-executive Director, a member of each of the remuneration committee, the nomination committee and the audit committee of the Company with effect from 24 May 2011 due to his other business commitments which require more of his time and dedication.

Mr. Leung confirmed that he has no claims whatsoever against the Company for fees, compensation for loss of office, remuneration, severance payments, pension, expenses or otherwise and there is no disagreement with the Board and there is no matter relating to his resignation that needs to be brought to the attention of the shareholders (the “**Shareholders**”) of the Company or The Stock Exchange of Hong Kong Limited (the “**Stock Exchange**”).

APPOINTMENT OF DIRECTOR

The Board is pleased to announce that Mr. Tang Chak Lam, Gilbert (“**Mr. Tang**”) has been appointed as an independent non-executive Director, a member of each of the remuneration committee, the nomination committee and the audit committee of the Company with effect from 24 May 2011.

The biographical details of Mr. Tang are set out below:

Mr. Tang, aged 60, is a practicing solicitor in the Hong Kong Special Administrative Region of the People’s Republic of China since 1987 and is a senior partner of Messrs. Gilbert Tang & Co.. He was a director of Pok Oi Hospital in 1993 and a member of the Kowloon West Advisory Committee of Hong Kong Bank Foundation District Community Programme between July 1991 and November 1995. Mr. Tang holds a Bachelor of Law Degree from the University of Buckingham in the United Kingdom, and a Diploma in Chinese Law from the University of East Asia in Macau.

There is no service contract entered into between Mr. Tang and the Company in relation to his appointment as an independent non-executive Director. Mr. Tang will be entitled to an annual emolument of HK\$120,000 which is determined by the Board with reference to his duties and responsibilities with the Company. There is no specific term for his appointment but he is subject to normal retirement and re-election by the Shareholders pursuant to the bye-laws of the Company.

Mr. Tang has been acting as an independent non-executive director of Eternity Investment Limited, which is a company listed on the Stock Exchange, since 6 February 2002. Save as disclosed above, Mr. Tang does not have any relationship with any Directors, senior management or substantial or controlling Shareholders of the Company or its subsidiaries or any of their respective associates, and he does not have, and is not deemed to have any interests or short positions in any shares, underlying shares or debentures of the Company or any of its associated corporations which is required to be disclosed under Part XV of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong) and did not hold any directorship in other public companies the securities of which are listed on any securities market in Hong Kong or overseas in the past three years.

There is no information relating to Mr. Tang that is required to be disclosed pursuant to Rules 13.51(2)(h) to (v) of the Rules Governing the Listing of Securities on the Stock Exchange. Save as disclosed above, there is no other matter in relation to the appointment of Mr. Tang that needs to be brought to the attention of the Shareholders.

The Board would like to express its welcome to Mr. Tang in joining the Company, and its gratitude to Mr. Leung for his valuable contributions to the Company during his term of office.

POSTPONEMENT OF THE ANNUAL GENERAL MEETING

Reference is made to the circular of the Company dated 27 April 2011 in relation to the annual general meeting (the “AGM”) of the Company to be held on 30 May 2011. In light of the change in the independent non-executive Director as mentioned above, the Directors propose to postpone the AGM to a date not later than 30 June 2011. A supplemental circular in relation to the adjourned AGM together with the revised notice of the adjourned AGM will be dispatched to the Shareholders as and when appropriate.

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

Hong Kong, 24 May 2011

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; the independent non-executive Directors are Mr. Hung Cho Sing, Mr. Ho Wai Chi, Paul and Mr. Tang Chak Lam, Gilbert.