

CHINA STAR ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability) (Stock Code: 326)

SUSPENSION AND RESUMPTION OF TRADING

China Star Entertainment Limited (the "Company") has published an announcement in relation to a very substantial acquisition, proposed rights issue and resumption of trading (the "Announcement") on the Company's website and that of The Hong Kong Exchanges and Clearing Limited on 31st August 2007 at 6:04 a.m..

As stated in the Announcement, the Company had applied for resumption of trading in its securities with effect from 9:30 a.m. today. In order to allow sufficient time for investors to consider the published information, trading in the securities of the Company will remain suspended this morning.

Application has applied to Exchange for the resumption of trading of the Company's securities with effect from 2:30 p.m. today.

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 nonexecutive directors are Mr. Hung Cho Sing, Mr. Ho Wai Chi, Paul and Mr. Leung Hok Man.