

Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.



CHINA STAR ENTERTAINMENT LIMITED

(Incorporated in Bermuda with limited liability)

(Stock Code: 326)

(Warrant Code: 972)

**DELAY IN DESPATCH OF CIRCULAR
RELATING TO PROPOSED ISSUE OF CONVERTIBLE BONDS
AND
DESPATCH OF CIRCULAR**

As additional time is required to finalise the information in the Circular, the Circular will be despatched to China Star Shareholders on 1 April 2011.

Reference is made to the joint announcement issued by China Star Entertainment Limited (“**China Star**”) and Eternity Investment Limited dated 9 February 2011 (the “**Announcement**”) in respect of, amongst other things, the proposed issue of the convertible bonds of China Star. Unless the context requires otherwise, terms used in this announcement shall have the same meaning as defined in the Announcement.

As stated in the Announcement, a circular (the “**Circular**”) of China Star containing, (i) further details of the Subscription Agreement and the transaction contemplated thereunder; (ii) the letter of advice from the China Star Independent Board Committee to the China Star Independent Shareholders and the recommendation of the independent financial adviser appointed by China Star to advise the China Star Independent Board Committee and the China Star Independent Shareholders in respect of the Subscription Agreement and the transaction contemplated thereunder; and (iii) the notice of China Star SGM will be despatched to China Star Shareholders on or before 31 March 2011.

As additional time is required to finalise the information in the Circular, the Circular will be despatched to China Star Shareholders on 1 April 2011.

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

Hong Kong, 31 March 2011

As at the date of this announcement, the executive directors of China Star are Mr. Heung Wah Keung , Ms. Chen Ming Yin, Tiffany and Ms. Li Yuk Sheung; the independent non-executive directors of China Star are Mr. Hung Cho Sing, Mr. Ho Wai Chi, Paul and Mr. Leung Hok Man.