

11 July 2025

**High Concentration of Shareholding
in
China Star Entertainment Limited (Stock Code: 00326)**

This announcement is made by the Securities and Futures Commission ("SFC") in respect of the concentration of the shareholding of China Star Entertainment Limited ("the Company") in the hands of a limited number of shareholders as at 27 June 2025.

In view of the high concentration of shareholding in a small number of shareholders, shareholders and prospective investors should be aware that the price of the shares of the Company ("Shares") could fluctuate substantially even with a small number of shares traded, and should exercise extreme caution when dealing in the Shares.

The SFC has recently completed an enquiry into the shareholding of the Company. Our findings suggested that, as at 27 June 2025, 19 shareholders and their related parties held an aggregate of 578,865,000 Shares, representing 23.83% of the issued Shares. Such shareholding, together with 1,640,375,595 Shares (representing 67.54% of the issued Shares) held by the Company's Chairman and Vice Chairman, represented 91.37% of the issued Shares. As such, only 209,665,556 Shares (representing 8.63% of the issued Shares) were in the hands of other shareholders.

As at 27 June 2025, the shareholding structure of the Company was as follows:

	Number of Shares held (Shares)	% of total number of issued Shares (%)
Mr. Heung Wah Keung & Ms. Chen Ming Yin Tiffany (Note 1)	1,640,375,595	67.54
19 shareholders and their related parties	578,865,000	23.83
Other shareholders	209,665,556	8.63
Total	<u>2,428,906,151</u>	<u>100.00</u>

Note 1: 1,640,375,595 Shares were held by Heung Wah Keung Family Endowment Limited, which is beneficially owned 50% each by Mr. Heung Wah Keung, an Executive Director and Chairman of the Company, and Ms. Chen Ming Yin Tiffany, an Executive Director and Vice Chairman of the Company. According to Part XV of the Securities & Futures Ordinance, Mr. Heung Wah Keung and Ms. Chen Ming Yin Tiffany were both deemed to be interested in 1,640,375,595 Shares.



The closing price of the Shares gained 215% from HK\$0.53 on 18 March 2025 to HK\$1.67 on 27 June 2025.

As at 10 July 2025, the Shares closed at HK\$3.41, representing an increase of 543.4% from the closing price of HK\$0.53 on 18 March 2025.

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