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SINOSTAR
中國華星

China Sinostar Group Company Limited
中國華星集團有限公司

(Incorporated in Bermuda with limited liability)
(Stock code: 485)

POSITIVE PROFIT ALERT

This announcement is made by China Sinostar Group Company Limited (the "**Company**", together with its subsidiaries, the "**Group**") pursuant to Rule 13.09(2) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "**Listing Rules**") and the Inside Information Provisions (as defined under the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board (the "**Board**") of directors (the "**Directors**") of the Company is pleased to inform its shareholders (the "**Shareholders**") and potential investors of the Company that, based on a preliminary review of the unaudited consolidated financial information of the Company, the Group expects a turnaround of its results by recording a net profit for the six months ended 30 September 2016 as compared to a loss for the six months ended 30 September 2015. Such turnaround was primarily attributable to the profit contribution from the Group's trading business.

The information contained in this announcement is only based on the Board's preliminary review on the unaudited consolidated management accounts of the Company and other information currently available to the Company and is not based on any financial data or information that has been audited or reviewed by the Company's independent auditor. Details of the financial data to be disclosed in the Company's interim report for the Period shall prevail.

The Company is in the process of finalizing the unaudited interim results of the Group for the six months ended 30 September 2016. The overall financial results of the Group for the six months ended 30 September 2016 will only be ascertained when all the relevant results and treatments are finalized. The unaudited interim results announcement of the Group for the six months ended 30 September 2016 is expected to be published before the end of November 2016.

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company.

For and on behalf of
China Sinostar Group Company Limited
Wang Jing
Chairman

Hong Kong, 25 November 2016

As at the date of this announcement, the Board comprises Mr. Wang Jing, Mr. Wang Xing Qiao and Mr. Zhao Shuang as executive directors; and Mr. Wang Ping, Mr. Cheng Tai Kwan Sunny and Mr. Song Wenke as independent non-executive directors.