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)

PROFIT WARNING

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 of directors (the "**Board**") of the Company wishes 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 Company expects to record an unaudited loss for the six months ended 30 September 2018 as compared to the unaudited profit for the six months ended 30 September in 2017. Such loss was primarily attributable to a substantial decrease in sales of products by the Group to a customer due to the voluntary petition of such customer. For further information, please refer to the announcement of the Company dated 29 September 2017.

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 six months ended 30 September 2018 shall prevail.

The Company is in the process of finalizing the unaudited interim results of the Group for the six months ended 30 September 2018. The overall financial results of the Group for the six months ended 30 September 2018 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 2018 is expected to be published on or before 30 September 2018.

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, 23 November 2018

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.