Yestar International Holdings Company Limited
巨星國際控股有限公司
(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 2393)

PROPOSED SUBDIVISION OF SHARES

The Board proposes that each of the existing issued and unissued Shares of par value of HK$0.10 each in the share capital of the Company be subdivided into four (4) Subdivided Shares of par value of HK$0.025 each. The Share Subdivision will become effective upon the fulfillment of the conditions set out in the section headed "Conditions of the Share Subdivision" below.

An EGM will be convened and held to consider and, if thought fit, approve the Share Subdivision. A circular containing, amongst other things, further details of the Share Subdivision, including the trading arrangements in respect of the Subdivided Shares, the arrangement and procedure for free exchange of share certificates, together with a notice convening the EGM, is expected to be despatched to the Shareholders on 27 November 2014.

PROPOSED SHARE SUBDIVISION

The Board proposes that each of the existing issued and unissued Shares of par value of HK$0.10 each in the share capital of the Company be subdivided into four (4) Subdivided Shares of par value of HK$0.025 each.

EFFECT OF THE SHARE SUBDIVISION

As at the date of this announcement, the authorized share capital of the Company is HK$100,000,000 divided into 1,000,000,000 Shares of HK$0.10 each, of which 466,875,000 Shares have been issued and are fully paid or credited as fully paid. The Company has no outstanding options, warrants, conversion rights or other similar rights giving rights to subscribe for any Shares as at the date of this announcement. Upon the Share Subdivision becoming effective, the authorized share capital of the Company will become HK$100,000,000 divided into 4,000,000,000 Subdivided Shares of HK$0.025 each, of which 1,867,500,000 Subdivided Shares will be in issue and fully paid or credited as fully paid, assuming that no further Shares are allotted, issued or repurchased prior to the Share Subdivision becoming effective.

The Shares are currently traded in board lots of 2,500 Shares. Upon the Share Subdivision becoming effective, the board lot size of the Subdivided Shares for trading on the Stock Exchange will remain unchanged and in board lots of 2,500 Subdivided Shares. The Share

Subdivision is not expected to result in any odd lots other than those already exist. Upon the Share Subdivision becoming effective, all Subdivided Shares will rank pari passu with each other in all respects with the Shares in issue prior to the Share Subdivision.

CONDITIONS OF THE SHARE SUBDIVISION

The Share Subdivision is conditional upon the following:

(i) the passing of an ordinary resolution by the Shareholders at the EGM to approve the Share Subdivision; and

(ii) the Listing Committee of the Stock Exchange granting the listing of, and permission to deal in, the Subdivided Shares in issue.

Assuming all the conditions are fulfilled, the Share Subdivision will become effective on the day next following the passing of the ordinary resolution as specified therein, which is expected to be 16 December 2014.

REASONS FOR THE SHARE SUBDIVISION

Upon the Share Subdivision becoming effective, the par value of each Share will decrease and the total number of Shares in issue will increase. The Share Subdivision will result in a downward adjustment to the trading price of the Shares. The Board believes that the Share Subdivision will reduce the volatility of the trading price of the Shares and thus improving liquidity in trading of the Company's Subdivided Shares. Further, the Board is of view that the Share Subdivision will enable the Company to attract more investors and broaden its shareholders' base.

Save for the expenses to be incurred by the Company in relation to the Share Subdivision, the implementation of the Share Subdivision will not, by itself, alter the underlying assets, business operations, management or the financial position of the Company or the proportionate interest of the Shareholders. The Board considers that the Share Subdivision are in the interests of the Company and the Shareholders as a whole.

EXCHANGE OF SHARE CERTIFICATES

Subject to the Share Subdivision becoming effective, the Shareholders can submit their existing share certificates for the Shares to the Company's share registrar, Tricor Investor Services Limited at Level 22, Hopewell Centre, 183 Queen's Road East, Hong Kong, in exchange for the new share certificates for the Subdivided Shares free of charge between 9:00 a.m. and 4:30 p.m. on any Business Day from Tuesday, 16 December 2014 to Monday, 26 January 2015 (both days inclusive). After the expiry of such period, existing share certificates for the Shares will be accepted for exchange only on payment of a fee of HK$2.50 (or such higher amount as may from time to time be specified by the Stock Exchange) for each existing share certificate cancelled or each new share certificate issued (whichever number of share certificates involved is higher). It is expected that the new share certificates for the Subdivided Shares will be available for collection within a period of ten (10) Business Days after submission of the existing share certificates for the Shares to Tricor Investor Services Limited for exchange.

The existing share certificates for the Shares will only be valid for delivery, trading and settlement purposes for the period up to 4:00 p.m. on Thursday, 22 January 2015 and thereafter will not be accepted for delivery, trading and settlement purposes. However, the existing share certificates for the Shares will continue to be good evidence of legal title to the Subdivided Shares and may be exchanged for share certificates for Subdivided Shares on the basis of one (1) Share for four (4) Subdivided Shares.

EXPECTED TIMETABLE

The expected timetable for the implementation of the Share Subdivision is set out below:

	2014
Despatch of the circular (including the notice of EGM) and the form of proxy for the EGM	on Thursday, 27 November
Latest time for lodging the form of proxy for the EGM	10:00 a.m. on Saturday, 13 December
Expected date and time of the EGM	10:00 a.m. on Monday, 15 December
Publication of announcement of the poll results of the EGM	Monday, 15 December

The following events are conditional on the fulfillment of the conditions for the implementation of the Share Subdivision as set out in the section headed "Conditions of the Share Subdivision" above.

Effective date of the Share Subdivision	Tuesday, 16 December
First day of free exchange of existing share certificates for new share certificates for the Subdivided Shares	Tuesday, 16 December
Dealing in Subdivided Shares commences	9:00 a.m. on Tuesday, 16 December
Original counter for trading in Shares in board lots of 2,500 Shares temporarily closes	9:00 a.m. on Tuesday, 16 December
Temporary counter for trading in Subdivided Shares in board lots of 10,000 Subdivided Shares (in the form of existing share certificates) opens	9:00 a.m. on Tuesday, 16 December
	2015
Original counter for trading in Subdivided Shares in board lots of 2,500 Subdivided Shares (in the form of new share certificates) reopens	9:00 a.m. on Friday, 2 January
Parallel trading in the Shares and Subdivided Shares (in the form of existing share certificates and new share certificates) commences	9:00 a.m. on Friday, 2 January
Temporary counter for trading in Subdivided Shares in board lots of 10,000 Subdivided Shares (in the form of existing share certificates) closes	4:00 p.m. on Thursday, 22 January

Parallel trading in the Shares and Subdivided Shares (in the form of existing share certificates and new share certificates) ends	4:00 p.m. on Thursday, 22 January
Last day for free exchange of existing share certificates for new share certificates for the Subdivided Shares	on Monday, 26 January

Note: All times and dates in this announcement refer to Hong Kong local times and dates.

Dates or deadlines specified in this announcement are indicative only and may be varied by the Company. Any consequential changes to the expected timetable will be published or notified to the Shareholders as and when appropriate.

GENERAL

An EGM will be convened and held to consider and, if thought fit, approve the Share Subdivision. No Shareholders are required to abstain from voting at the EGM on the resolution in relation to the Share Subdivision. A circular containing, amongst other things, further details of the Share Subdivision, including the trading arrangements in respect of the Subdivided Shares, the arrangement and procedure for free exchange of share certificates, together with a notice convening the EGM, is expected to be despatched to the Shareholders on 27 November 2014.

An application will be made to the Listing Committee of the Stock Exchange for the listing of and permission to deal in the Subdivided Shares arising from the Share Subdivision.

DEFINITIONS

In this announcement, the following terms shall have the meanings set opposite them unless the context otherwise requires:

"Board"	the board of Directors
"Business Day(s)"	any day(s) on which the Stock Exchange is open for transactions of business
"Company"	Yestar International Holdings Company Limited, a company incorporated under the laws of Cayman with limited liability and the issued Shares of which are listed on the main board of the Stock Exchange
"Director(s)"	the director(s) of the Company
"EGM"	the extraordinary general meeting of the Company to be convened to consider and, if thought fit, approve the Share Subdivision
"HK$"	Hong Kong dollar(s), the lawful currency of Hong Kong
"Hong Kong"	the Hong Kong Special Administrative Region of the People's Republic of China
"Listing Committee"	has the meaning ascribed thereto under the Listing Rules
"Listing Rules"	the Rules Governing the Listing of Securities on the Stock Exchange

"Share(s)"	existing ordinary share(s) of HK$0.10 each in the share capital of the Company
"Shareholder(s)"	the holder(s) of the Share(s) or Subdivided Share(s), as the case may be
"Share Subdivision"	the proposed subdivision of each of the existing issued and unissued Shares into four (4) Subdivided Shares
"Stock Exchange"	The Stock Exchange of Hong Kong Limited
"Subdivided Share(s)"	ordinary share(s) of HK$0.025 each in the share capital of the Company upon the Share Subdivision becoming effective

By Order of the Board
Yestar International Holdings Company Limited
巨星國際控股有限公司
Hartono James
Chairman, CEO and Executive Director

Hong Kong, 7 November 2014

As at the date of this announcement, the executive Directors are Mr. Hartono James, Ms. Wang Ying, Mr. Chan To Keung, Ms. Wang Hong, Ms. Zhang Qi and Ms. Heng Yinmei. The independent non-executive Directors are Dr. Hu Yiming, Mr. Karsono Tirtamarta (Kwee Yoe Chiang) and Mr. Sutikno Liky.