

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 disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.

This announcement is for information purposes only and does not constitute an invitation or offer to acquire, purchase or subscribe for securities.



★ 晨集團有限公司 *

Morning Star Resources Limited

(Incorporated in the Cayman Islands with limited liability)
(Stock Code: 542)

PROFIT WARNING ANNOUNCEMENT

This announcement is made by Morning Star Resources Limited (the “Company”, together with its subsidiaries, the “Group”) pursuant to Rule 13.09 of the Rules Governing the Listing of Securities of The Stock Exchange of Hong Kong Limited.

The Board of Directors of the Company (the “Board”) would like to inform shareholders that the expected results of the Group for the year ended 31 December 2010 may show a loss. Such loss was mainly due to the write-off of irrecoverable balances of the Group. The Board is also of the view that the write-off of these irrecoverable balances will not have any significant impact on the operating cash flow of the Group. Nevertheless, such write-off may lead to a loss for the year ended 31 December 2010.

This announcement is only based on a preliminary assessment of the consolidated management accounts of the Group for the twelve months ended 31 December 2010, which will be subject to the final review of the Company and its auditor. The detailed financial information will be published in the forthcoming annual results announcement and annual report of the Company.

Investors and shareholders of the Company are urged to exercise caution when dealing in the shares of the Company.

By order of the Board
Morning Star Resources Limited
CHI Chi Hung, Kenneth
Executive Director

Hong Kong, 31 January 2011

As at the date of this announcement, the executive Directors are Mr. SUNG Wai Man, Peter, Mr. CHI Chi Hung, Kenneth and Mr. YEUNG Kwok Leung; the non-executive Director is Mr. TSO Shiu Kei, Vincent; and the independent non-executive Directors are Ms. SO Wai Lam, Ms. CHAN Hoi Ling and Mr. SUNG Yat Chun.

**For identification purpose only*