

香港中央結算有限公司

(香港交易及結算所有限公司全資附屬公司)

HONG KONG SECURITIES CLEARING COMPANY LIMITED

(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

Subject: Starlight Culture Entertainment Group Limited (Stock Code: 1159)
- Proposal of Capital Reorganisation and Change in Board Lot Size

Enquiry: CCASS Hotline¹ (Tel: 2979 7111 / E-mail: clearingps@hkex.com.hk)

Pursuant to the capital reorganisation proposal of Starlight Culture Entertainment Group Limited ("the Company"), every 10 existing shares of HK\$0.10 each ("Existing Share") will be consolidated into 1 consolidated share of HK\$1.00 ("Consolidated Share"). Immediately upon the Share Consolidation becoming effective, the par value of each Consolidated Share will be reduced from HK\$1.00 to HK\$0.10 ("New Share"). Upon the Capital Reorganisation becoming effective, the board lot size for trading will be changed from 500 Existing Shares to 2,000 New Shares.

For the convenience of CCASS Participants, HKSCC will carry out the conversions of actual holdings, transactions (including Settlement Instruction Transaction ("SI Transaction"), Investor Settlement Instruction Transaction ("ISI Transaction") and Compulsory Stock Borrowing Transaction ("CSB Transaction")) and/or unsettled stock positions (including Continuous Net Settlement Position ("CNS Position") and Isolated Trade Position ("IT Position")) of participants in CCASS to facilitate settlement of both New and Existing Shares of the Company. A stock conversion schedule is attached herewith as per Appendix I.

The aforesaid conversion process would be carried out in the Central Clearing and Settlement System automatically on the scheduled dates. However, for stock positions that remain unsettled between 7 August 2024 and 4 September 2024, the CCASS Participants concerned who need to effect the relevant conversion of their holdings for the purpose of settling their short positions should submit the Parallel Trading Conversion Instruction through CCASS Terminals during the above-mentioned period.

CCASS Participants who wish to deposit shares to or withdraw shares from the CCASS Depository are requested to note the following: -

(A) Deposit Arrangement

1. From 25 July 2024 until 4 September 2024, Existing Share certificates (brown in colour) will be accepted for deposit under stock code: 2968 (Temp). Effective from 5 September 2024, Existing Share certificates will only be accepted for deposit for custody purpose under stock code: 1159 (New).

¹ Calls to and from the CCASS Hotline may be recorded. HKEX Privacy Notice is available [here](#).

Effective from 6 August 2024, the CCASS Depository will accept deposit of New Share certificates (purple in colour) under stock code: 1159 (New).

2. For deposits of both Existing and New Share certificates of the Company under the same stock code, CCASS Participants are requested to use separate Transfer Deeds and Stock Deposit Forms to cover the Existing and New Share certificates respectively.
3. An example on how to complete the Stock Deposit Form in respect of deposits of Existing Shares is given as per Appendix III.

(B) Withdrawal Arrangement

1. With effect from 25 July 2024 until 7 August 2024, the CCASS Depository will only accept withdrawal of shares under the temporary stock code: 2968. If participants' holdings are recorded under stock code: 1159, they should apply in writing to the CCASS Depository to convert their holdings to the temporary stock code: 2968 for the purpose of withdrawal.

Upon acceptance of the withdrawal order, the CCASS Depository will effect delivery of either Existing Share certificates or New Share certificates subject to availability of the two types of share certificates.

2. With effect from 8 August 2024, the CCASS Depository will only accept withdrawal of New Shares under the new stock code: 1159. If participants' holdings are recorded under temporary stock code: 2968, they should submit the Parallel Trading Conversion Instruction through CCASS Terminals to convert their holdings to the new stock code: 1159 for the purpose of withdrawal.

Detailed schedule for accepting deposits and withdrawals under stock code: 1159 or the temporary stock code: 2968 is given as per Appendix II.

Wil Tang
Vice President
Depository and Nominee Services

This circular has been issued in the English language with a separate Chinese language translation. If there is any conflict in the circulars between the meaning of Chinese words or terms in the Chinese language version and English words in the English language version, the meaning of the English words shall prevail.

APPENDIX I

STARLIGHT CULTURE ENTERTAINMENT GROUP LIMITED

Corporate Events

Schedule of Stock Conversion

	Temporary Counter for Trading Stock Code 2968 (Temp)		Start of Parallel Trading Stock Code 1159 (New) Stock Code 2968 (Temp)		End of Parallel Trading				
	23/07/24		06/08/24		26/08/24				
	24/07/24 (day-end)	05/08/24 (day-end)	07/08/24 (day-end)	28/08/24 (day-end)	04/09/24 (day-end)				
Conversion Cycle	1 st CA	2 nd CA	3 rd CA	4 th CA	5 th CA				
Stock Conversion	1159 (Old) → 2968	1159 (Old) → 2968	2968 → 1159 (New)	2968 → 1159 (New)	2968 → 1159 (New)				
Holding	Yes	Yes	Yes	Yes	Yes				
Position	No	Yes (CNS and IT)	No	No	No				
Transaction	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)				
Conversion Ratio	10 → 1	10 → 1	1 → 1	1 → 1	1 → 1				

Note: 1159 (Old) - Existing Shares trading in board lots of 500 shares
 2968 (Temp) - Temporary counter for trading in board lots of 50 New Shares
 1159 (New) - New Shares trading in board lots of 2,000 shares
 CA - Corporate Action
 CNS - CNS Position
 IT - IT Position
 SI - SI Transaction
 ISI - ISI Transaction
 CSB - CSB Transaction

APPENDIX II

STARLIGHT CULTURE ENTERTAINMENT GROUP LIMITED

Schedule for accepting deposit and withdrawal under stock codes 1159 or 2968 during the conversion cycle

Acceptance period for	23/07/24 to 24/07/24	25/07/24 to 05/08/24	06/08/24 to 07/08/24	08/08/24 to 28/08/24	29/08/24 to 04/09/24	From 05/09/24 Onwards
Deposit under stock code 1159	Yes (Existing Share quantity)	No	Yes (New Share certificate)	Yes (New Share certificate)	Yes (New Share certificate)	Yes
Deposit under stock code 2968	No	Yes	Yes	Yes	Yes	No
Withdrawal under stock code 1159	Yes	No	No	Yes	Yes	Yes
Withdrawal under stock code 2968	No	Yes	Yes	No	No	No

APPENDIX III

Example on how to complete a Stock Deposit Form in respect of deposits of Existing Shares of the Company on and after the effective date of capital reorganisation:

A CCASS Participant presents the following Existing Shares of the Company to the CCASS Depository for deposit on or after 25 July 2024.

<u>Certificate Number</u>	<u>Existing Share quantity printed on each certificate</u>	<u>Existing Share quantity</u>	<u>New Share quantity</u>
1101 - 1102	500	1,000	100
1141	5,000	5,000	500
1142 - 1143	159	318	30 #
Difference			1 *
	TOTAL:	6,318	631

Each Existing Share certificate of 159 shares represents 15 New Shares, which adds up to 30 New Shares.

* The add up total of the Existing Share quantity of 6,318 shares divided by 10 amounts to 631 New Shares. The sum of individual certificate ranges added up to 630 New Shares (100 + 500 + 30). The CCASS Participant is requested to insert the difference of 1 share on the "No. of Shares" column to make up the total New Share quantity from 630 to 631 for processing by the CCASS Depository.

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CCASS Depository Services

The above printed validation represents descriptions of stock as presented by the CCASS participant under this form and shall in no event constitute or be treated as an official Receipt for deposit of said stock.

To be completed if stock deposited in batch <i>(i.e. stock deposited with more than one deposit form)</i>	
Total No. of Share in Batch	Deposit Form:
_____	_____ of _____

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#Note: Existing Share certificate will only be accepted for deposit for custody purpose under stock code: 1159 (New) with effect from 5 September 2024.