

Starlight Announces Another Major Acquisition in 2006 To Buy 30% Stake in a Product Design and Distribution Company Interforce

* * *

(Hong Kong, 27 June 2006) Starlight International Holdings Limited ("Starlight" or "the Group"; HKEx code: 485), a world leading manufacturer of consumer electronic products, today announced that it has entered into a sale and purchase agreement to acquire 30% stake in Interforce Limited. ("Interforce").

According to the agreement, the Group's wholly owned subsidiary koncepts International Limited will acquire 150,000 existing shares, representing 30% of the issued share capital of Interforce, at a total cash consideration of HK\$7 million. Upon completion of the transaction, Interforce will become an associate of the Group.

Interforce, incorporated in Hong Kong, is principally engaged in the design, engineering, marketing and sale of consumer electronic products. As at 31 December 2005, the audited net profit after taxation was approximately HK\$3.0 million (2004: HK\$2.3 million). The audited consolidated total assets and net assets of Interforce amounted to approximately HK\$49.2 million and HK\$14.1 million respectively.

Mr. Philip Lau, Chairman of Starlight, said, "Interforce has been our business partner for years. The strategic investment will not only deepen our cooperation, but more importantly, will create synergies for our manufacturing business.

"Interforce has been very successful in marketing our products in the US and European markets. Our closer relationship is expected to help expand Starlight's distribution network in these markets."

"Furthermore, Starlight's core focus is ODM business which requires competent design and engineering capability. Joining hands with Interforce will further strengthen Starlight's leadership in ODM business." Mr. Lau concluded.

About Starlight International Holdings Limited

Founded in 1969, Starlight International Holdings Limited is a world-leading manufacturer of consumer electronic products. Its vertically integrated production facility, diversified product mix and strong financial support have enabled it to become one of the most preferred partners of leading mass retailers in the US and Europe. Starlight manufactures audio-visual products that satisfy the different needs of its clients from around the world. The Group has established long term relationships with various world-renowned branded customers, such as Philips, Polaroid, Hitachi and Emerson, and highly reputable mass retailers including Tesco, Asda, Dixons, Argos in Europe, and K Mart/Sears, Wal-Mart, Circuit City, Best Buy and Target in the US. With an extensive sales network boasting global coverage, the Group serves markets in North and South America, Europe, Asia, and Africa, with major focus in the US and Europe.

For enquiries:

Strategic Financial Relations Limited

 Shirley Lo
 +(852) 2864 4847
 shirley.lo@strategic.com.hk

 Jover Wong
 +(852) 2114 4955
 jover.wong@strategic.com.hk

 Stephen Yip
 +(852) 2864 4806
 stephen.yip@strategic.com.hk

Fax: +(852) 2804 2789 / 2527 1196