CHINA STAR FOOD GROUP LIMITED
(FORMERLY KNOWN AS BROOKE ASIA LIMITED)
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200718683N)

COMPLETION OF THE PLACEMENT OF 25,250,000 PLACEMENT SHARES WITH 50,500,000 FREE DETACHABLE WARRANTS, AT S$0.23 FOR EACH PLACEMENT SHARE (THE "COMPLIANCE PLACEMENT")

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1. INTRODUCTION

The board of directors ("**Board**" or "**Directors**") of China Star Food Group Limited ("**Company**") refers to the announcements made by the Company on 3 October 2014, 5 November 2014, 13 January 2015, 15 January 2015, 21 January 2015, 16 April 2015, 19 June 2015, 26 June 2015, 10 July 2015, 20 July 2015, 27 July 2015, 1 September 2015, 17 September 2015, 23 September 2015, 15 October 2015, 8 December 2015, 15 February 2016 and 13 April 2016 ("**Announcements**") and the circular to shareholders of the Company dated 26 June 2015 ("**Circular**").

Capitalised terms not defined herein shall bear the same meanings ascribed to them in the Circular and the Announcements.

This Announcement is for information purposes only and does not constitute an invitation or offer to subscribe for the Placement Shares with Warrants.

2. COMPLETION OF THE COMPLIANCE PLACEMENT

The Board wishes to announce the successful completion of the Compliance Placement on 18 April 2016. All 25,250,000 Placement Shares with 50,500,000 Warrants have been validly subscribed for and application monies received for these Placement Shares with Warrants amounted to S$5,807,500.

Accordingly, 25,250,000 Placement Shares were allotted and issued by the Company at the Placement Price of S$0.23 per Placement Share, together with 50,500,000 Warrants, on the basis of two (2) Warrants for every Placement Share subscribed for, to the placees.

Following the completion of the Compliance Placement,

(i) the total issued share capital of the Company has increased from 231,159,000 Shares to 256,409,000 Shares, being the enlarged issued and paid-up share capital after the allotment and issue of the Placement Shares;

(ii) taking into account the Placement Shares, the Company has complied with the minimum public float requirements as provided by Rule 1015(3)(a) read with Rule 406(1) of the Catalist Rules, whereby 15% of the issued share capital of the Company must be held in the hands of at least 200 public shareholders (including existing Shareholders); and

(iii) the Placement Shares and the Warrants are expected to be listed and quoted on Catalist with effect from 9.00 a.m. on 20 April 2016.

The Placement Shares are issued free from all claims, pledges, mortgages, charges, liens and encumbrances and shall rank in all respects *pari passu* with the then existing issued Shares at the time of the issue except that the Placement Shares will not rank for any dividends, rights, allotments or other distributions the record date for which falls on or before the date of the issue of the Placement Shares.

Rule 428 of the Catalist Rules

Pursuant to Rule 428 of the Catalist Rules and to the best knowledge and belief of PrimePartners Corporate Finance Pte. Ltd. (the "**Financial Adviser, Sponsor and Placement Agent**"), after having taken all reasonable steps and making all reasonable enquiries, there are no persons or institutions specified under Rule 428 of the Catalist Rules who have been allotted and/or allocated the Placement Shares with Warrants.

Should it subsequently come to the attention of the Financial Adviser, Sponsor and Placement Agent that there were such persons or institutions specified under Rule 428 of the Catalist Rules who have been allotted and/or allocated the Placement Shares with Warrants, an appropriate announcement via SGXNET, will be made before the resumption of trading on 20 April 2016.

3. RESUMPTION OF TRADING

The Shares are expected to resume trading and the Warrants are expected to commence trading on 20 April 2016 at 9.00 a.m. (Singapore time), subject to the SGX-ST being satisfied that all conditions necessary for the resumption and commencement of trading in the Shares and the Warrants respectively have been fulfilled.

The Board wishes to thank all applicants who have applied for the Placement Shares with Warrants, the relevant authorities and all who have helped in one way or another in the Compliance Placement of the Company, for their support and assistance.

4. ADDITIONAL INFORMATION

The Company will make periodic announcements as and when the proceeds from the Compliance Placement are materially disbursed. The Company will also provide a status report on the use of Net Proceeds in its annual report as well as in the Company's quarterly and full year financial statements issued under Rule 705 of the Catalist Rules. Where the Net Proceeds have been used for working capital purposes, the Company will disclose a breakdown with specific details on how the Net Proceeds have been applied in the announcements and status reports.

In the event that any part of the proposed uses of the Net Proceeds does not materialise or proceed as planned, the Board will carefully evaluate the situation and may reallocate the intended funding to other purposes and/or hold such funds on short-term deposits for so long as they deem it to be in the best interests of the Group and Shareholders taken as a whole. The Audit Committee will monitor the use of proceeds and any change in the proposed use of proceeds in respect of the new factory and office building of Fujian Zixin will be subject to Shareholders' approval and the Catalist Rules, and appropriate announcements will be made by the Company via SGXNET.

The Company has also provided a written undertaking to the SGX-ST that it will seek Shareholders' ratification for the issuance of the Placement Shares with Warrants pursuant to the Compliance Placement. The Company will make such announcement(s) as may be necessary and/or appropriate in relation to the Compliance Placement, including but not limited to the despatch of the circular containing, *inter alia,* the notice of extraordinary general meeting to seek Shareholders' ratification for the issuance of the Placement Shares with Warrants, in due course.

5. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Compliance Placement, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted or reproduced from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

By Order of the Board

Liang Chengwang
Executive Chairman and Chief Executive Officer
18 April 2016

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. ("**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.