

Morning Star Holdings (Australia) Limited

ABN 98 008 124 025

7th February 2007

Company Announcement Office
Australian Stock Exchange Limited
Exchange Centre
Level 4, 20 Bridge Street
SYDNEY NSW 2000

Dear Sir / Ms

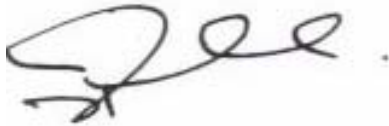
Re: Shareholders Share Purchase Plan (SPP)

The Company is pleased to advise that the SPP which closed on the 31 January 2007 was well supported by shareholders. A total of 180 shareholders participated in the plan with total applications for 14,649,940 shares for \$879,000 being received by the Company.

The Company had set a maximum subscription amount for the SPP of \$500,000 however the board has decided to accept the full amount applied by shareholder's, this will assist in satisfying shareholder spread requirements.

It is the intention of the Company to allocate the SPP shares in conjunction with the Placement shares on the 15 February 2007.

Yours sincerely



Dean L Gallegos
Chairman