

Morning Star Holdings (Australia) Limited

ABN 98 008 124 025

ASX Release - 13 August 2008

Completion of Sale Agreement

Morning Star Holdings (Australia) Limited (**Morning Star** or the **Company**) is pleased to announce that the acquisition of an effective 74% interest in the share capital of Alumicor SA Holdings (Pty) Ltd (**Alumicor**) has been successfully completed.

Additionally the Company advises that the consolidation of capital (the **Consolidation**) approved by shareholders at a general meeting on 18 July 2008, has been completed. Under the Consolidation, fully paid ordinary shares in the capital of the Company (**Shares**) have been converted into a smaller number of Shares on a 1:2 basis, adjusted upwards to the nearest whole number.

Before the Consolidation, the Company's issued share capital was 186,795,774 Shares. As a result of the Consolidation the Company's issued share capital was reduced to 91,147,924 Shares. A notice has been despatched to each shareholder advising the number of Shares held before and after the Consolidation.

The Company has issued 11,309,885 Shares to Sorrel Enterprises Limited as part of the completion of the acquisition of Alumicor, increasing the Company's issued share capital to 102,457,809 Shares.

The completion of the Consolidation and the Sale Agreement are both important milestones towards satisfying the ASX re-listing requirements. For further information please contact me on 0416 220 007.

Yours sincerely



Dean L Gallegos
Chairman