

## IMPORTANT

If you are in doubt about any of the contents of this prospectus, you should obtain independent professional advice.



Qunxing Paper Holdings Company Limited

群星紙業控股有限公司

(incorporated in the Cayman Islands with limited liability)

### LISTING ON THE MAIN BOARD OF THE STOCK EXCHANGE OF HONG KONG LIMITED

#### BY WAY OF INTERNATIONAL PLACING AND HONG KONG PUBLIC OFFER

Number of Offer Shares	:	300,000,000 Shares (subject to the Over-allotment Option)
Number of International Placing Shares	:	220,000,000 New Shares and 50,000,000 Sale Shares (subject to reallocation and the Over-allotment Option)
Number of Hong Kong Public Offer Shares	:	30,000,000 New Shares (subject to reallocation)
Offer Price	:	Not more than HK\$5.35 per Offer Share (plus brokerage of 1%, a SFC transaction levy of 0.004% and a Stock Exchange trading fee of 0.005%, payable in full upon application in Hong Kong dollars and subject to refund) and expected to be not less than HK\$4.10 per Offer Share
Nominal value	:	HK\$0.10 each
Stock code	:	3868

Global Coordinator, Sole Bookrunner and Lead Manager



Joint Sponsors



The Stock Exchange and HKSCC take no responsibility for the contents of this prospectus, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this prospectus.

A copy of this prospectus, together with the documents specified in the paragraph under "Documents delivered to the Registrar of Companies in Hong Kong" in Appendix VII to this prospectus, has been registered by the Registrar of Companies in Hong Kong as required by section 342C of the Companies Ordinance. The SFC and the Registrar of Companies in Hong Kong take no responsibility for the contents of this prospectus or any of the other documents referred to above.

The Offer Price is expected to be determined by agreement among the Company (for itself and on behalf of the Selling Shareholder) and the Global Coordinator (acting on behalf of all the Underwriters) on the Price Determination Date. The Price Determination Date is expected to be on or around Thursday, 20 September 2007 and, in any event, not later than Thursday, 27 September 2007. The Offer Price will not be more than HK\$5.35 per Offer Share and is currently expected to be not less than HK\$4.10 per Offer Share. Applicants for the Hong Kong Public Offer Shares are required to pay, upon application and subject to refund, the indicative maximum Offer Price of HK\$5.35 per Offer Share, together with brokerage of 1.0%, the transaction levy of 0.004% imposed by the SFC and the Stock Exchange trading fee of 0.005%.

The Global Coordinator (acting on behalf of all the Underwriters) may reduce the indicative Offer Price range stated in this prospectus and/or reduce the number of Hong Kong Public Offer Shares being offered pursuant to the Share Offer at any time prior to the morning of the day for the Application Lists open and close. In such a case, a notice of reduction of the indicative Offer Price range will be published in the South China Morning Post (in English) and the Hong Kong Economic Times (in Chinese) not later than the morning of day for the Application Lists open and close. If applications for the Hong Kong Public Offer Shares have been submitted prior to such day, then even if the indicative Offer Price range is so reduced, such applications cannot be withdrawn.

If, for whatever reason, the Company (for itself and on behalf of the Selling Shareholder) and the Global Coordinator (acting on behalf of all the Underwriters) are not able to agree on the final Offer Price on or before the Price Determination Date, the Share Offer (including the Hong Kong Public Offer) will not proceed and will lapse.

Prior to making an investment decision, prospective investors should consider carefully all of the information set out in this prospectus, including the risk factors set out in the section headed "Risk factors" in this prospectus.

Prospective investors of the Hong Kong Public Offer Shares should note that the Hong Kong Public Offer Underwriters are entitled to terminate their obligations under the Hong Kong Public Offer Underwriting Agreement by notice in writing to be given by the Global Coordinator (acting on behalf of all the Hong Kong Public Offer Underwriters) upon the occurrence of any of the events set forth under "Grounds for termination" in the section headed "Underwriting" in this prospectus at any time prior to 8:00 a.m. (Hong Kong time) on the scheduled Listing Date (the "Termination Time"). Such events include, but without limitation to, any act of God, military action, riot, public disorder, civil commotion, fire, flood, tsunami, explosion, epidemic, terrorism, strike or lock-out. Accordingly, any certificate relating to the Hong Kong Public Offer Shares issued by our Company or deposited into CCASS prior to the Termination Time will only become valid certificate of title if the Hong Kong Public Offer has become unconditional in all aspects and that the Hong Kong Public Offer Underwriting Agreement has not been terminated in accordance with its terms on or before the Termination Time. No temporary documents of title will be issued. Investors who trade the Hong Kong Public Offer Shares on the basis of publicly available allocation results or other information prior to the Termination Time will do so entirely at their own risk.

17 September 2007