

Blackstar Group Plc
(“Blackstar” or the “Company”)

**Completion of disposal and update on secondary listing on the ALTx of the Johannesburg
Stock Exchange**

Completion of Disposal

The board of Blackstar is pleased to announce that it has completed the disposal of the Baldwins division of KMG Steel Service Centres (Pty) Ltd to Robor (Pty) Ltd which was previously announced on 4 April 2011.

Update on Secondary Listing

As announced on 23 March 2011, Blackstar intends to obtain a listing on the ALTx of the Johannesburg Stock Exchange (“JSE”) and undertake a private placing of up to 15 million new shares. The process for listing Blackstar on the ALTx is progressing well with the prospectus in near final form and has been submitted to the JSE for informal approval.

However before the prospectus can be submitted for formal approval to the JSE approval from the South African Reserve Bank (“SARB”) is required, which is in the process of being addressed. The secondary listing is now expected to take place in the second half of July 2011, following the SARB approval of the listing. Shareholders will be updated as soon as the approval from the SARB has been granted.

The JSE listing does not affect the proposed conversion to an SE and proposed transfer of its operations to another EU member state, notified to shareholders in the announcements of 11 and 24 May 2011.

For further information, please contact:

Blackstar Group Plc	John Kleynhans	+352 402 505 427
Collins Stewart Europe Limited	Matt Goode	+44 (0) 20 7523 8350