

Blackstar Group Plc
(the “Company”)

Purchase of own shares

The board of the Company (the “Board”) has been actively looking at ways to close the large discount the share price currently trades at compared to the net asset value per share of the Company.

The Board has believed for some time that the purchase by the Company of its own shares would enhance shareholder value. However, the Companies Act 2006 prohibits the Company from purchasing its own shares as it does not currently have sufficient distributable reserves to fund a buyback based on its IFRS accounts.

Having received legal and tax advice from its English and Luxembourg advisers, the Board expects shortly to post a circular to shareholders convening a general meeting of shareholders to consider a reduction of capital to create distributable reserves. Subject to English High Court confirmation, the Company will be able to use the newly created distributable reserves to fund market purchases of its own ordinary shares on a tax efficient basis.

For further information, please contact:

Blackstar Group Plc

John Kleynhans

+352 402 505 427

Collins Stewart Europe Limited

Hugh Field
Tom Hulme

+44 (0) 20 7523 8350

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