

# The Depository Trust Company

# **IMPORTANT**

**B#:** 2673-07

**DATE:** December 7, 2007

**TO:** All Participants

**CATEGORY:** Dividends

**FROM:** Specialist, Stock Dividend Department

**ATTENTION:** Dividend Managers, Cashiers, and Reorganization Managers

**SUBJECT:** Rights: Movie Star, Inc.  
Common CUSIP: 624591103 Contra-CUSIP: 624591996  
R/D: 11/27/07 Expires: 01/16/2008 5:00 p.m. New York City time  
Rate: One Right for each share of common stock held

\*\*\*\*\*WARNING TIME CRITICAL\*\*\*\*\*

Movie Star, Inc. (the “Company”) is issuing non-transferable rights (the “Rights”) to shareholders of its common shares as of the close of business on the record date of November 27, 2007 (the “Record Date”). Each shareholder is entitled one Right for each share of common stock held.

DTC credited Rights to participants’ accounts on December 7, 2007.

THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) MENU OPTION OF THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY FUNCTION (DIVA) SHOULD BE USED TO CONFIRM YOUR POSITION HISTORY AND PAYMENT INFORMATION.

**IT IS IMPORTANT THAT PARTICIPANTS REFER TO THE DTC REORGANIZATION INQUIRY FOR PARTICIPANTS (RIPS), FUNCTION CODE 59, WHICH WILL BE AVAILABLE SHORTLY FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE AND ANY EXTENSIONS TO THE EXPIRATION DATE.**

B#:2673-07

If participants have any questions regarding this Important Notice, they may contact DTC's Customer Help Line at (888) 360-3822.

If participants have any questions regarding the Rights Offering, they may contact Morrow & Co., the Information Agent at (800) 607-0088.