

**TECHWAYSON HOLDINGS LTD :  
INTRODUCING DR SZE KWAN -- GENIUS**

Investors, who opt to put their money on the table in order to buy into the newest listing of The Growth Enterprise Market (The GEM) of The Stock Exchange of Hongkong Ltd, must know that they are buying into a company that is run by one of the world's great geniuses.

He is the Founder, Chairman and Managing Director, Dominican Republic Citizen, Doctor Sze Kwan, who is the man on show in the GEM listing of Techwayson Holdings Ltd (Code: 8098).

According to the Placing Prospectus of Techwayson Holdings, at Page 85, the 35-year-old Founder has been in the business of computer automation since the ripe old age of 20 years, having just obtained his Bachelor of Science Degree in electronic engineering from the Nanjiang Institute of Technology of China within a year of his entering into the field.

That means that Dr Sze Kwan must have entered university at about the tender age of 15 years.

While Dr Sze Kwan was learning all about computer automation, he appears to have been studying for his Master Degree in photo-electronics from East China Institute of Technology. That degree was awarded to him in 1988.

And, following this academic feat, he continued to work in his chosen field of computer automation – while simultaneously studying for his doctorate in photo-electronic technology at the Shanghai Institute of Technical Physics of the Chinese Academy of Science, a sheepskin that was awarded to him in 1991.

Somewhere down the line, in those 15 years, he changed his nationality from Chinese to that of a citizen of the Dominican Republic; and, he obtained a high-ranking job in a PRC, State-run enterprise where he rose to the position of General Manager.

In addition, he made millions of dollars for himself, obviously while working in the PRC, State-run enterprise since he is said to have lent millions of Hongkong dollars to Techwayson Holdings. (Please see the section under the heading: The Reasons For The Float)

Top that!

Techwayson Holdings describes itself, at Page One of its Prospectus, as being '*one of the leading PC-based open platform automation and control solution, hardware and software providers in the PRC (People's Republic of China) to have developed its own products. It is principally engaged in the research, design, integration and supply of automation and control systems, components, software applications, products and services for the automation of various major industries and buildings. ...*'.

This Company was founded by Dr Sze Kwan in 1997 so that it has a history of just 4 years, at most.

However, with a genius at the controls, 4 years of business history should be enough to demonstrate to the world the extent of the mettle of the Founder, Dr Sze Kwan.

And, in point of fact, the track record of Techwayson Holdings for the past 2 Financial Years is impressive.

The following is lifted directly from the Prospectus at Page 117:

	All Figures are Denominated in \$HK'000	
	1999	2000
	Financial Year ended June 30	
Turnover	5,050	26,205
Cost of Sales	(2,251)	(11,035)
Gross Profit	2,799	15,170
Distribution and Selling Expenses	(405)	(822)
General and Administrative Expenses	(2,629)	(5,447)
Profit/(Loss) from Operations	(235)	8,901
Interest Income	86	25
Profit/(Loss) before Taxation	(149)	8,926
Taxation	Nil	Nil
Profit/(Loss) Attributable to Shareholders	(149)	8,926

For the Current Financial Year, ending June 30, 2001, Dr Size Kwan is forecasting a Net Profit Attributable to Shareholders, before Extraordinary Items, of not less than \$HK52 million.

### **The Reasons For The Float**

Techwayson Holdings Placed a total of 70 million, 10-cent shares at a Premium of 82 cents per share, raising \$HK64.40 million, gross, coming down to about \$HK40 million at the end of the day.

The money, raised in this Placing, is earmarked for:

1. \$HK17 million *'for the research and development of new control system technologies ...'*;
2. \$HK7 million *'for cooperation and investment projects with large-scale customers and government departments in the PRC ...'*;
3. \$HK7 million *'for marketing and promotional activities ...'*;
4. \$HK6 million *'for the geographical expansion of the Group ...'*;
5. \$HK2 million *'for establishing a training centre for the Group's customers ...'*; and,
6. \$HK1 million *'for developing e-automation.com.cn website ...'*.

As can be seen from the above 6 usages of the flotation funds, not a penny of the money, raised in this flotation, is to be used to retire any debt – because, as at November 30, 2000, Techwayson Holdings had no debt. (Page 96)

As at June 30, 2000, this Company held cash and cash deposits of \$HK14.79 million, which boosted the Current Assets to about \$HK27.90 million.

Against this, the Current Liabilities amounted to about \$HK13.91 million.

The Current Liabilities comprised, among other things, 2 unsecured, non-interest-bearing ... [CLICK TO ORDER FULL ARTICLE](#)

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