

**WANASPORTS HOLDINGS LTD :
WANNA PLAY AT GARMENT-MAKING ?**

Having funded the company for the past 3 years or so, and being owed, today, about \$HK17.46 million, the 2 Principals have decided to send the company public in order to allow members of the general public the joys, associated with the gamble.

This is one of the key reasons for Wanasports Holdings Ltd to seek a listing on The Growth Enterprise Market (The GEM) of The Stock Exchange of Hongkong Ltd.

The 2 Principals of this Company are Messrs Wan Chi Keung and Chiu Chun Hung, with Mr Wan, holding about 38.24 percent of the Issued and Fully Paid-Up Share Capital of the Company, and with Mr Chiu, holding about 29.55 percent of the Issued and Fully Paid-Up Share Capital.

The Indebtedness Statement, contained at Page 74 of the Placing Prospectus, states that, as at October 31, 2001, Wanasports had outstanding borrowings of about \$HK17,459,000, with Mr Wan, owed about \$HK13,126,000, and Mr Chiu, owed about \$HK1,793,000.

These 2 gentlemen capitalised \$HK14,919,000 of those outstandings, with the remaining balance, due from the Company within a year.

This Company, by the way, had secured no banking facilities, as at the date of the Placing Prospectus (December 4, 2001), which must indicate that either (a) no application had been made to obtain banking facilities or (b) no bank wanted to advance any money to Wanasports, for one reason or another.

Wanasports has its roots, going back to July 1998, the Prospectus states, and, since that date, the Company has proceeded to lose tens of millions of dollars.

The business of Wanasports is *'to establish a distribution business with the Wanasports brand name for golf and other sports-related products.'* (Page One of the Prospectus)

The Company claims to have developed a range of golfing apparel and accessories, and distributes them under the Wanasports's name.

In order to promote the Company's products, Management has sought the assistance of 5 celebrities of the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC).

Wanasports does not manufacture anything, itself, but subcontracts to others on an ODM basis (**O**riginal **D**esign **M**anufacturing), after the Company's in-house team produces designs for overcoats, polo shirts, sweaters and pants, etc.

The clothing produced is for customers ranging from 18 years to 55 years.

Wanasports Placed 85 million, one-cent Shares at a Premium of 30 cents per share, bringing in about \$HK19.10 million, net of expenses.

This money, the Prospectus states at Page 60, is to be used as follows:

1. \$HK6.90 million for market research and development of new apparel and accessories, golf equipment and personal care products;
2. \$HK9.80 million for promotion and marketing activities;
3. \$HK500,000 to expand distribution networks; and,
4. \$HK1.90 million for business development activities.

This Company, actually, did not get started until April, this year ... [CLICK TO ORDER FULL ARTICLE](#)

While TARGET makes every attempt to ensure accuracy of all data published, TARGET cannot be held responsible for any errors and/or omissions.

If readers feel that they would like to voice their opinions about that which they have read in TARGET, please feel free to e-mail your views to editor@targetnewspapers.com or targnews@hkstar.com. TARGET does not guarantee to publish readers' views, but reserves the right so to do subject to the laws of libel.