

**GOLDEN MEDITECH COMPANY LTD :
MR KAM YUEN FOUNDS A BLOODY GOOD COMPANY**

Considering that Golden Meditech Company Ltd is just 2 years old, its financial record is outstanding.

And, on TARGET's reading of the Placing Prospectus of the Company, it would appear that things will continue to improve in the years to come.

Golden Meditech was one of the last 2 companies to apply for a listing on The Growth Enterprise Market (The GEM) of The Stock Exchange of Hongkong Ltd, just before the Christmas holidays. It has been designated as being Stock Code Number 8180.

The Company is a producer of blood-recovery systems for use in surgical operations.

The devices, that Golden Meditech manufactures, known as autologous, blood-recovery machines, are alternative solutions to traditional homologous blood transfusions, which replenishes patients' blood supplies, using blood, collected from third-party, usually unrelated, donors.

Golden Meditech's autologous machines capture and recycle patients' blood, during the course of surgical operations, through the use of disposable, blood-processing chambers, which cleanses and re-infuses blood, back to the patients.

These machines are, presently, being sold throughout the People's Republic of China (PRC), with the blessings of the PRC Government.

From November 17, 1999 to June 30, 2001, Golden Meditech sold a total of 207 such machines, along with 11,172 disposable chambers.

The Company can trace its history back to November 1999 when Mr Kam Yuen, the Chairman and Controlling Shareholder, founded China Bright Group Company Ltd in the Hongkong Special Administrative Region (HKSAR) of the PRC.

Exactly one month and one day after the founding of China Bright, that company acquired Beijing Jingjing Medical Equipment Company (this is a transliteration of the Chinese entity's name), a former PRC, State-owned enterprise, which was under the supervision of Beijing City Eastern District School Enterprise (this is, also, a transliteration from the Chinese name).

Beijing Jingjing owned the exclusive right to use the patents of the autologous machines and the disposable, blood-processing chamber, along with the intellectual property rights, technology licences, and trademarks.

After modifications to the original design of the machines, it was all ... up, up, up and away, as far as profits were concerned.

The following is representative of the financial performance of Golden Meditech between November 17, 1999 and June 30, 2001:

	November 17, 1999 to March 31, 2000	Financial Year ended March 31, 2001	Three Months to June 30, 2001
	All Figures are Denominated in \$HK'000		
Turnover	Nil	16,983	12,392

Cost of Sales	Nil	(5,569)	(3,687)
Gross Profit	Nil	11,414	8,705
Other Revenue	Nil	297	212
Selling Expenses	Nil	(3,294)	(1,385)
Administrative Expenses	(147)	(2,413)	(818)
Profit/(Loss) from Operations	(147)	6,004	6,714
Financing Costs	Nil	(163)	(280)
Profit/(Loss) from Ordinary Activities before Taxation	(147)	5,841	6,434
Taxation	Nil	Nil	Nil
Transfers to General Reserve Fund	Nil	(242)	Nil
Retained Profits/(Accumulated Losses) Brought Forward	Nil	(147)	5,452
Retained Profits/(Accumulated Losses) Carried Forward	(147)	5,452	11,886

For the Financial Year, ending March 31, 2002, the Company is forecasting a Net Profit after Taxation, excluding any Extraordinary Items, of not less than \$HK39 million ... [CLICK TO ORDER FULL ARTICLE](#)

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