

**G.A. HOLDINGS LTD :  
DOING BUSINESS WITH THE COPS OF CHINA**

In most civilised countries of the Western World, when one attempts to do a deal with a police department, one may be finding oneself, supping with the devil.

But, when one does a deal with the armed police of the People's Republic of China (PRC), one may find many doors opened widely, doors, which otherwise, may have remained shut and barred to private enterprise.

G.A. Holdings Ltd, now known by its Stock Code, Number 8126, The Growth Enterprise Market (The GEM) of The Stock Exchange of Hongkong Ltd, is a motor-car dealer in the PRC.

It supped and satiated itself with the Chinese People's Armed Police (PAGE 105 PUT IN CHINESE NAME) and came out trumps, by all accounts.

North Anhua Group Corporation is a PRC, State-owned corporation, which is, today, wholly owned by China National Automotive Industry Corporation.

This company, since 1994, came into a close relationship with G.A. Holdings; and, this relationship has been '*a key element in the business development of Group throughout the period.*' (Page 106 of the Placing Prospectus of G.A. Holdings, dated June 10, 2002)

North Anhua, the Prospectus continues:

*'... possesses a distribution network for motor vehicles of 72 distribution offices and 50 distribution agents in the PRC ... which supports the Group distribution operation. Its subsidiaries, namely CNA Anhua (Beijing) [Beijing China National Automotive Anhua Automobiles Leasing Company Ltd], CNA Anhua Shanghai [Shanghai China National Automotive Anhua Automobiles Services Company Ltd] and CNA Anhua (Guangzhou) [Guangzhou China National Automotive Anhua Automobiles Services Company Ltd] who are licensed car rental operators in the PRC, were appointed to operate the car rental business in Beijing, Shanghai and Guangzhou.*

*'... The Directors believe that North Anhua has been a key element in the Group's business development as it assists the Group's distribution of motor vehicles and overcomes various trade barriers for importing motor vehicles as well as facilitates the Group's implementation of its car rental services in the PRC ...'*

Interestingly enough, however, North Anhua is not a shareholder of G.A. Holdings and '*currently has no intention to become a shareholder of the Group as at the date of the prospectus.*'

For TARGET subscribers, not well versed in doing business in the PRC, things can be tricky for private enterprise, trying to work through the bureaucracy of the PRC Government corridors, so that it is convenient to have the '*key*' to open PRC Government doors, widely.

That '*key*', G.A. Holdings appears to have – along with a Master Key that could open, just about, any door in the PRC.

One would be wise not to mess with Management of this Company if one is visiting the PRC, or intends to do business the PRC.

G.A. Holdings Placed a total of 80 million, 10-cent Shares at a Premium of 40 cents Per Share, and Loh & Loh Construction Group Ltd, a company that is owned and controlled by the Loh Family, the Founding Family of this Company, took the opportunity to Place a further 20 million, 10-cent Shares on the same basis as the Company's Share Placement.

The reasons, given by the Company for going public on ... [CLICK TO ORDER FULL ARTICLE](#)

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