

**DIGITEL GROUP LTD :
AU REVOIR ?**

It would appear that DigiTel Group Ltd (Code: 8030, The Growth Enterprise Market of The Stock Exchange of Hongkong Ltd) is to be the first company, listed on this speculative marketplace of the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC), to have to pack up and to admit abject financial failure.

There would appear, from evidence at hand, to be no way for it to survive in view of the pack of creditors that is, now, snapping at the Company's heels.

The Company suspended trading of its shares, just last Tuesday, pending an announcement that it is supposed to be preparing with regard to legal claims, made against it.

Short of getting a fresh cash infusion from a third party, it is unlikely that it can continue trading.

The latest attacks on DigiTel Group et al has come from Strong River Investments Incorporated and Montrose Investments Ltd, which companies are claiming about \$HK13.54 million.

That brings the total claims against DigiTel and/or its Chairman, Mr Lee Chuen Bit, to not less than \$HK50 million, according to TARGET's rough calculations.

The latest claims, contained in HKSAR, High Court Action Number 2466, make the following allegation:

'The Plaintiff's claim is for the sum of US\$1,736,133 or the equivalent in Hong Kong dollars for breach of the Agreement for Redemption of Investment Involving Convertible Debentures of 3rd December 2001, for failure by the Defendant to make timely payments thereunder; and for breach of the Subscription Agreement, dated 23rd March 2001 between the Plaintiffs and the Defendant, and for interest and costs.'

It was only on June 5, 2002, that TARGET suggested, in no uncertain terms, that this Company, which describes itself as being a 'system integration and engineering of broadband multimedia communication of networks for public utilities and service providers in Hong Kong and the PRC', could be a candidate for the rubbish dump of bust GEM companies.

It, now, appears that TARGET's prognostications have come to pass.

When TARGET penned its [Intelligence Report, Volume IV, Number 103](#), it was just after Industrial and Commercial Bank of China (Asia) Ltd, formerly known as Union Bank of Hongkong Ltd, had filed its claim against the Company for about \$HK25.19 million.

Industrial and Commercial Bank of China sued the following 4 corporate entities ... [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.

 [Site Meter](#)