

DIGITEL GROUP LTD :
THE LATEST EDITION TO THE CONTINUING SAGA

Minority shareholders, not associated with Management of publicly listed DigiTel Group Ltd, must, now, be very concerned about their company's fortunes because more and more entities are crawling out of the woodwork, demanding money from the '*system integration and engineering of broadband multimedia communication networks for public utilities and service providers in Hong Kong and the PRC* (the People's Republic of China).' (Taken from Page One of the July 2000 Share Placement Prospectus)

The latest attack has come from Compaq Financial Services (Hong Kong) Ltd, which filed its claim against DigiTel Group, just last Friday night.

In its Endorsement of Claim, attached to High Court Action Number 2604, Compaq Financial makes the following claims:

'The Plaintiff claims against the Defendant (DigiTel Group) who signed two Lease Guaranties (sic!) on 25 September 2000 in favour of the Plaintiff to guarantee, inter alia, the performance and compliance and prompt payment when due in accordance with the provisions contained in the Master Lease Agreement No. HK072-0900 dated 25 September 2000 (the "Master Agreement") and all existing and future Schedules, supplements, riders and addenda entered into under the Master Agreement and signed by the Plaintiff as the lessor on the one part with one iGreatLink.com Limited as the lessee on the other part for payment of the sum of HK\$8,701,201.29 together with interest and costs.'

(iGreatLink.com Ltd is a wholly owned subsidiary of DigiTel Group Ltd, according the latest Annual Report of DigiTel Group)

DigiTel Group, Stock Code Number 8030, The Growth Enterprise Market (The GEM) of The Stock Exchange of Hongkong, Ltd, is the third public company, listed on The Stock Exchange of Hongkong Ltd, to be sued by Compaq Financial in the Hongkong Special Administrative Region (HKSAR) of the PRC, this year.

The other 2, publicly listed companies are AcrossAsia Multimedia Ltd (Code: 8061, The GEM) and netalone.com (Hongkong) Ltd (Stock Code: 336), the name, having been changed to Leaptex Ltd.

Compaq Financial claimed a Breach of an Agreement in respect of its claims against AcrossAsia Multimedia; it alleged that it was owed money by netalone.com (Hongkong) Ltd.

Compaq Financial does not appear to have an operational office in the HKSAR, with its Registered Office, being in the offices of PricewaterhouseCoopers in Prince's Building, Central, Hongkong.

In TARGET's last report on DigiTel Group (Please see TARGET Intelligence Report, Volume IV, Number 124 of July 5, 2002), this medium suggested, strongly, that this Company could beat off its competition – in being the first GEM company to have to go into liquidation.

At the time of that report, DigiTel Group has just been on the receiving end of another claim, this time from 2 other companies: Strong River Investments Incorporated and Montrose Investments Ltd.

These 2 companies are claiming, in aggregate, about \$HK13.54 million from DigiTel Group.

By TARGET's rough calculations, as at Friday, July 5, DigiTel Group was looking at claims of about ... [CLICK TO ORDER FULL ARTICLE](#)

For further information about this Company, please see:

[TARGET Intelligence Report, Volume II, Number 132, published on July 14, 2000](#)

[TARGET Intelligence Report, Volume IV, Number 103, published on June 5, 2002](#)

[TARGET Intelligence Report, Volume IV, Number 124, published on July 5, 2002](#)

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