

**DYNAMIC HOLDINGS LTD:
REAL ESTATE DEVELOPMENT CONSULTANT SUES FOR \$HK15 MILLION**

The principal, publicly listed company of Mr Domingo Chua has just been sued for nearly \$HK15 million.

A wholly owned subsidiary of Dynamic Holdings Ltd (Code: 29, Main Board, The Stock Exchange of Hongkong Ltd) is alleged to have failed to pay in full a consultancy fee to Success Wise Ltd in respect of alleged work, said to have been carried out with regard to a property development in Shekou, Shenzhen, the People's Republic of China (PRC).

Dynamic (B.V.I.) Ltd is the Defendant in Action Number 1463, lodged in the High Court of the Hongkong Special Administrative Region (HKSAR) of the PRC.

According to the Statement of Claim, attached to the Writ of Summons, there was a purported '*agreement in Chinese dated 14 April 1999 made between the Plaintiff (Success Wise Ltd) and the Defendant (Dynamic (B.V.I.) Ltd) (the 1st Agreement*)' whereby Success Wise was instructed by Dynamic to act as its consultant '*to deal with the land use rights and the Defendant's issued shares in respect of a development in Tung Kok Tau, Shekou, Shenzhen, the People's Republic of China ("the Development")*.' (Paragraph 3 of the Statement of Claim)

Then, at Paragraph 5 of the Statement of Claim, it is alleged that there was a further agreement, dated November 5, 1999, made between the parties, which is termed, '*the 2nd Agreement*' whereby it is alleged that Success Wise was instructed '*to advise and assist Shenzhen Zhen Wah Harbour Enterprises Limited, a joint venture company incorporated in the People's Republic of China of which the Defendant is one of the two parties to the joint venture, in acquiring the appropriate land use rights for the Development ("the Services") for a consultancy fee of HK\$21,879,245.00.*'

According to the records of **TOLFIN** (The Computerised Online Financial Intelligence Service and Web-Based, Credit-Checking Provider), Shenzhen Zhen Wah Harbour Enterprises Ltd is owned as to 80 percent by Dynamic Holdings Ltd.

It is alleged, at Paragraph 6 of the Statement of Claim, that the 2nd Agreement provided, inter alia, that:

'(a) HK\$12,000,000.00 be payable within 14 days after execution of the Agreement for Assigning the Land Use Rights with Shenzhen Land Administration Bureau ("the Agreement");

'(b) HK\$4,000,000.00 be payable within 3 months after execution of the Agreement;

'(c) HK\$3,500,000.00 be payable within 12 months after execution of the Agreement;

'(d) HK\$1,000,000.00 be payable within 18 months after execution of the Agreement; and

It is alleged, at Paragraph 9 of the Statement of Claim, that all services had been carried out by Success Wise Ltd, successful ... [CLICK TO ORDER FULL ARTICLE](#)

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