

**KONG SUN HOLDINGS LTD:
MIRROR, MIRROR, ON THE WALL,
WHO IS THE FAIREST OF US, ALL ?**

He is, probably, well-loved among the legal fraternity of the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC) – because he gets sued so frequently.

He is Mr Kong Li Szu, an Executive Director of Kong Sun Holdings Ltd.

Mr Kong Li Szu, who, according to **TOLFIN** (The Computerised Online Financial Intelligence Service and Web-Based, Credit-Checking Provider), is the legal owner of about 41.30 percent of the Issued and Fully Paid-Up Share Capital of [Kong Sun Holdings Ltd](#) (Code: 295, Main Board, The Stock Exchange of Hongkong Ltd).

At least, that was the case, as at December 31, 2002, because the latest report of Kong Sun Holdings Ltd for the 2003-Year has yet to be published.

In the past year, Mr Kong Li Szu has been sued 6 times in the High Court of the HKSAR, with the aggregate amount of those 6 claims, being not less than \$HK41 million.

Today, Mr Kong Li Szu is facing a claim for \$HK3.30 million, following the filing of the latest claim in the HKSAR High Court, the Plaintiff to the Action, being a Mr Zheng Liang Hong.

According to High Court Action Number 2243, Mr Kong Li Szu allegedly reneged on his promise to Mr Zheng Liang Hong in that he stood guarantor in respect of the repurchase of 11,111,111 shares in the Issued Share Capital of Kong Sun Holdings Ltd.

The Statement of Claim, attached to Writ of Summons, Number 2243, alleges that Mr Zheng Liang Hong opened a trading account with the brokerage company, Wintech Securities Ltd in order to trade in shares, listed on The Stock Exchange of Hongkong Ltd.

It appears that Mr Kong Li Szu is the legal owner, or controller, of a British Virgin Islands company, named Green Earth Group Ltd.

That company, allegedly, came into an agreement with Mr Zheng Liang Hong whereby, *'On or about 7th August 2002, the Plaintiff (Mr Zheng Liang Hong) entered into an agreement (the "Agreement") with Green Earth whereby the Plaintiff agreed to buy 11,111,111 number of shares of Kong Sun Holdings Limited (stock code no. 295 listed in the Stock Exchange of Hong Kong Limited) (the "Shares") at a consideration of HK\$0.27 per share.'* (Paragraph 3 of the Statement of Claim)

The purported agreement with Green Earth allegedly stated that Green Earth *'agreed to buy back the Shares from the Plaintiff at a consideration of HK\$3,300,000 or 110% of the total value of the purchase price of the Shares within 3 months from the date of the Plaintiff's completion for buying in the Shares.'* (Paragraph 4 of the Statement of Claim)

Mr Kong Li Szu, allegedly, guaranteed the performance of Green Earth, according to Paragraph 5 of the Statement of Claim.

It is alleged that, indeed, between August 14, 2002, and February 20, 2003, the Plaintiff, through his own account and through the account of a Mr Guan Wei Cheng, purchased through Wintech Securities Ltd, a total of 12,800,000 shares in Kong Sun Holdings Ltd at a total consideration of \$HK2,724,964.05.

But Green Earth ... [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.