

**PROSTEN TECHNOLOGY HOLDINGS LTD:
AND THE AXE HAS COME DOWN ...
AND COME DOWN HARD**

The Yip Family Is Found Wanting

There can be little doubt about it: Somebody (or some people) in the senior management of Prosten Technology Holdings Ltd () (Code: 8026, The Growth Enterprise Market of The Stock Exchange of Hongkong Ltd) is/are sweating it out.

This follows the filing of Action Number 669 in High Court of the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC).

The Plaintiff in this Action is Tallmany Enterprises Ltd while the 2 Defendants are:

Prosten Technology Holdings Ltd	1st Defendant
Uniright Group Ltd	2nd Defendant

The Indorsement of Claim, attached to Writ of Summons, Number 669, states only:

'The Plaintiff claims:

'(1) against the 1st Defendant, for a sum of HK\$36,000,000 due under the Subscription Agreement dated 30 April 2007 (as varied by the Supplementary Agreement dated 6 June 2007) and the HK\$28,800,000 Convertible Bonds due 2012 issued on 6 June 2007;

'(2) against the 2nd Defendant, for a sum of HK\$37,500,000 due under the Subscription Agreement dated 30 April 2007 and the HK\$30,000,000 Zero-Coupon Exchangeable Bonds due 2012 issued on 6 June 2007;

'(3) costs;

'(4) interest on the sums at a rate and for a period as the Court may think fit pursuant to sections 48 and 49 of the High Court Ordinance (Cap. 4); and

'(5) further or other relief as the Court may think fit.'

Upon receipt of the Writ of Summons, Management of Prosten Technology Holdings Ltd responded with the following 5-Paragraph announcement:

***'WRIT OF SUMMONS SERVED ON THE COMPANY
IN RELATION TO CONVERTIBLE BONDS***

'This announcement is made in accordance with Rule 17.10 of the GEM Listing Rules.

'Reference is made to the Company's announcements dated 3 May 2007 ("May 2007 Announcement"), 14 July 2008 and 2 December 2008 respectively, and the Company's Third

Quarterly Report 2008, which was published on the website of the Stock Exchange on 12 February 2009. Terms defined in the May 2007 Announcement shall have the same meanings when used in this announcement unless the context otherwise requires.

*'On 10 March 2009, the Company was served with a writ of summons ("**Writ**") issued by Tallmany Enterprises Limited ("**Plaintiff**") claiming against the Company as the 1st Defendant "a sum of HK\$36,000,000 due under the Subscription Agreement dated 30 April 2007 (as varied by the Supplementary Agreement dated 6 June 2007) and the HK\$28,800,000 Convertible Bonds due 2012 issued on 6 June 2007" together with costs and interest.*

'The Company is now seeking legal advice in connection with the Writ and assessing the financial implications to the Group. The Company will, in accordance with the applicable rules and regulations, issue further announcements regarding any material progress in the matter to keep shareholders of the Company informed.

'The Company notes that under the Writ, the Plaintiff is also claiming against Uniright Group Limited, a substantial shareholder of the Company, as the 2nd Defendant certain sums due in respect of the exchangeable bonds issued by Uniright Group Limited on 6 June 2007.'

Management ... [CLICK TO ORDER FULL ARTICLE](#)

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