

**FOOK WOO GROUP HOLDINGS LTD:
TURNING WASTE RUBBISH INTO PAPER GOLD**

The flotation of Fook Woo Group Holdings Ltd () (Code: 923, Main Board, The Stock Exchange of Hongkong Ltd) was somewhat of a success story, as far as **Initial Public Offerings (IPOs)** went.

In terms of the Offer Price Range Per Share, so far this year in the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC), the IPO of Fook Woo Group Holdings Ltd was one of the best.

And, thus far, the share price of Fook Woo Group Holdings Ltd has held up rather nicely, too.

The Company published its Global Offering Prospectus on March 19, 2010, when a Global Offering of 620 million, 10-cent Shares was announced.

Of the Global Offering, 500 million Shares were New Shares and 120 million Shares were those Shares, belonging to the Selling Shareholder, to wit, Trump Max International Investment Ltd (), a company, domiciled in the British Virgin Islands, beneficially owned by Ms Tam Ming Luen (), a Controlling Shareholder of Fook Woo Group Holdings Ltd.

The Offer Price Range was between \$HK1.68 per share and \$HK2.30 per share.

For a change, the Offer Price was set at the top end: \$HK2.30 per share.

Today's share price is about \$HK2.90.

The Company netted about \$HK1,047.30 million before the Over-Allotment Option came into play, and, on April 6, 2010, it was announced that the Over-Allotment Option of 93 million shares '*was fully exercised.*'

At the end of the day, therefore, Management of Fook Woo Group Holdings Ltd saw its coffers filled to overflowing by the amount of about \$HK1,250,900,000.

Of course, Ms Tam Ming Luen jogged over to her banker with the best part of \$HK280 million.

The money, raised in this IPO, one is told, will be utilised as to:

1. \$HK23.90 million '*for the acquisition of shredding machines and improvements in the facilities for the Company's confidential materials destruction services business*';
2. \$HK119.70 million will be used '*to establish and acquire new packing machines in the China Region for our waste paper management services ...*';
3. \$HK239.50 million will be used '*for the setting up of an integrated waste paper collection and confidential materials destruction center in Hong Kong*';
4. \$HK455.00 million will be used '*for the expansion of our recycled paper products manufacturing business in the PRC and Hong Kong ...*';

5. \$HK145.00 million 'to repay in full the loan due to ABN AMRO (which is now known as The Royal Bank of Scotland N.V., Hong Kong Branch) ...'; and,
6. \$HK64.20 will be tipped into the Working Capital Account of the Fook Woo Group Holdings Ltd.

The business of this Company is, in case **TARGET** Subscribers have not, yet, guessed it, is turning discarded paper waste into useful products.

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