

**CHIHOTIANDEGROUP LTD:
IT IS FEAST OR FAMINE FOR MANAGEMENT OF THIS COMPANY**

Chiho-Tiande Group Ltd () (Code 976, Main Board, The Stock Exchange of Hongkong Ltd) has come to the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC) in order to raise as much money as it can – because it needs an injection of cash.

It is as simple as that.

And there is, absolutely, nothing wrong with this.

There would appear to be few if any hidden agendas of Management.

The Global Offering Prospectus is laid out in such a manner that just about anybody, even a person with only half a brain, could understand the risks involved in investing in this Company.

Or, alternatively, realise the profits that may be obtained in investing in this Company when luck is running with Management.

Chiho-Tiande Group Ltd is in the business of being, what is described in the Global Offering Prospectus, dated June 28, 2010, a company that is engaged in importing Mixed Metal Scrap, used for recycling, reuse and processing.

In fact, Management claims that the Company is the largest importer of Mixed Metal Scrap in the PRC in terms of the total import volume in tonnes.

Page 113 of the Global Offering Prospectus gives one an **Overview** of Chiho-Tiande Group Ltd as follows:

'We are a Mixed Metal Scrap recycler in China and the largest importer of Mixed Metal Scrap used for recycling, reuse and processing in terms of the total import volume as approved by the MEP [Ministry of Environmental Protection of the PRC ()] and the actual import volume of Mixed Metal Scrap during the Track Record Period. The recycling of imported Mixed Metal Scrap is a restricted business which is subject to licensing requirement under the Provisional Regulations on Environmental Protection in relation to Wastes Importation(Huankong () [1996] No. 204, implemented on 1 April 1996. Further details of the rules and regulations on such restricted business are set out on page 100 of this prospectus. Based on CRU Strategies' assessment, China represents the world's largest importer of copper waste and scrap (Note 3), accounting for over two thirds of global total reported import volume of 8.2 million tonnes in 2008. According to the China Customs data, we were the largest importer of copper based scrap in China in 2009.

'Our principal business comprises Mixed Metal Scrap recycling, reuse and processing which involves breaking-down, demolition and separation of Mixed Metal Scrap such as motor scrap and electric wire and cable scrap into their respective metal constituents, comprising mainly copper scrap, steel scrap, aluminium scrap and iron scrap, i.e., the Recycled Metal Products. During the breaking down, demolition and separation process, we actively identify and

separate metal scrap that we believe can be reused or remanufactured for other use. The reuse or remanufacture of such metal scrap is recognised as a key concept in sustainable use of resources. As far as we are aware, developed countries have yet to develop commercially viable processes and production lines to separate all kinds of Mixed Metal Scrap into their pure metal constituents. Of the different types of Mixed Metal Scrap, we specialise in importing motor scrap for recycling and processing as our Directors believe that the relatively higher recoverable copper content in motor scrap allows us to benefit from the higher value that this commodity commands. In order to further enhance the value of Recycled Metal Products, we also engage in the foundry business which involves using our Recycled Metal Products in the production for sale of aluminium-alloy ingots and copper rods and wires, i.e., the Foundry Products. In addition to the Recycled Metal Products and the Foundry Products, we also procure and on-sell other metal scrap procured by us to our customers without further processing, i.e., the Wholesale Products.

‘Our business segment may be broadly classified into three categories:

- metal recycling business;*
- foundry business; and*
- wholesale business.’*

The History

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

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