

**STARLIGHT INTERNATIONAL HOLDINGS LTD:
DBS BANK (HONGKONG) LTD
TURNS OFF THE CREDIT SPICKET**

DBS Bank (Hongkong) Ltd ([]) has, as the Americans like to say, pulled the plug on The Singing Machine Company Incorporated.

The Singing Machine Company Incorporated is a 54.07-percent subsidiary of Starlight International Holdings Ltd () (Code: 485, Main Board, The Stock Exchange of Hongkong Ltd).

This US subsidiary is, or at least, was a manufacturer and distributor of karaoke machines and was, at one time, listed on the NYSE Amex LLC, but it was compulsorily delisted due to:

1. Non-Compliance with one or more of The Listing Rules, to wit,
 - a. Failure to maintain shareholders' equity at not less than \$US4 million; and,
 - b. Losses from continuing operations in 3 Financial Years of its 4, most-recent Financial Years.

On August 28, 2008, The Singing Machine Company Incorporated executed a three-party banking facility agreement whereby, at the end of the day, it obtained credit facilities to a maximum of \$US13 million (about \$HK101 million) from DBS Bank (Hongkong) Ltd.

Starlight International Holdings Ltd stood Guarantor of the credit facilities to the tune of \$US2 million (about \$HK15.60 million), via koncepts International Ltd, a wholly owned subsidiary of Starlight International Holdings Ltd.

On June 8, 2010, however, DBS Bank (Hongkong) Ltd wrote to The Singing Machine Company Incorporated, stating, inter alia, that the \$US13-million, credit facility had been withdrawn.

Upon Management of Starlight International Holdings Ltd, learning of this determination of DBS Bank (Hongkong) Ltd, it informed The Singing Machine Company Incorporated that it would provide bridge financing until new credit facilities could be found.

It may be difficult to believe that credit facilities in favour of The Singing Machine Company Incorporated in respect of any material amount of money could be found, easily, in view the company's track record over the past 5 Financial Years.

The following table is lifted from the database of **TOLFIN** () (The Computerised, Online Financial Intelligence Service and Web-Based, Credit-Checking Provider), with permission:

	Financial Year, Ended March 31				
	2010	2009	2008	2007	2006

	All Figures Are Denominated In US Dollars				
Turnover	21,277,370	31,780,709	34,067,871	26,732,144	32,305,560
Net Loss Attributable To Shareholders	(3,050,807)	(2,191,215)	1,712	738,588	(1,905,250)
Working Capital	(1,344,634)	1,535,498	3,300,422	2,394,796	(4,274,100)
Shareholders' Funds	(447,571)	2,578,897	4,068,064	2,897,359	(3,661,798)

As ... [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. **TARGET** does not guarantee to publish readers' views, but reserves the right so to do subject to the laws of libel.*