

**GLOBAL DIGITAL CREATIONS HOLDINGS LTD:
THE COMPANY'S SUBSIDIARY IS SUED FOR \$HK6.17 MILLION**

A wholly owned subsidiary of Global Digital Creations Holdings Ltd () (Code: 8271, The Growth Enterprise Market [The **GEM**] of The Stock Exchange of Hongkong Ltd), has just been sued for \$US790,900, equal to about \$HK6.17 million.

A Dr Chong Man Nang is the Plaintiff in Action, Number 1441 of 2013, the lone Defendant, being GDC Holdings Ltd, the wholly owned subsidiary of Global Digital Creations.

The Indorsement of Claim, attached to Writ of Summons, Number 1441, states, only:

- ‘(1) An order by way of specific performance of an agreement in writing between, inter alios, the Plaintiff and the Defendant dated 6 September 2011 (“Agreement”) that the Defendant do buy from the Plaintiff 7,909 ordinary shares of HK\$0.10 each in the capital of GDC Technology Limited (each a “GDC Tech Share” and collectively “GDC Tech Shares”) at US\$100.00 per GDC Tech Share and for the total sum of US\$790,900.00, such 7,909 GDC Tech Shares being the balance of 20,000 GDC Tech Shares which the Defendant was obliged to buy from the Plaintiff pursuant to clauses 6 and 7 of the Agreement;*
- ‘(2) Damages in lieu of or in addition to specific performance;*
- ‘(3) Further or alternatively, damages for breach of the Agreement at common law;*
- ‘(4) Interest pursuant to Section 48 of the High Court Ordinance (Cap. 4) on any sum found due at such rate and for such period as this Honourable Court may deem fit;*
- ‘(5) Further and other relief; and,*
- ‘(6) Costs.’*

As at December 31, 2012, Global Digital Creations was owned as to 40.78 percent by Shougang Holding (Hongkong) Ltd ([])) which, in turn, is owned as to 37.36 percent by Shougang Concord Grand (Group) Ltd ([]) (Code: 730, Main Board, The Stock Exchange of Hongkong Ltd).

At Page 91 of the 2012 Annual Report of Global Digital Creations, it is stated:

‘15. DISCONTINUED OPERATIONS

‘On 8 July 2011, the Company, GDC Holdings Limited (“GDC Holdings”), a wholly-owned subsidiary of the Company, and CAG Digital Investment Holdings Limited (the “Purchaser”), an affiliate of The Carlyle Group, entered into a disposal agreement, pursuant to which the Purchaser has conditionally agreed to purchase 80% of the issued share capital of GDC Tech and 100% of the issued share capital of GDC DCN, in which

GDC Holdings is required to procure 80% of the issued share capital of GDC Tech to be sold (the “Disposal”).

‘The Disposal was completed on 6 September 2011. The Group received a consideration for the Disposal of approximately HK\$347,547,000. The Group then retained approximately 11.93% of the issued share capital of GDC Tech (see Note 21) as of 31 December 2011 retained and does not hold any interest in GDC DCN. Accordingly, the two operating segments, namely digital content distribution and exhibitions and deployment of digital cinema network run by GDC Tech Group and GDC DCN Group, were considered as discontinued operations since 6 September 2011.

‘Details of the Disposal are set out in the announcements of the Company dated 11 July 2011 and 7 September 2011 and the circular of the Company dated 17 August 2011.

‘The profit for the year from the discontinued operations is analysed as follows:

	<i>1.1.2011</i>
	<i>to</i>
	<i>6.9.2011</i>
	<i><u>HK\$’000</u></i>
<i>Profit from discontinued operations</i>	<i>109,817</i>
<i>Gain on disposal of discontinued operations</i>	<i><u>277,329</u></i>
	<i><u>387,146’</u></i>

Among ... [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.*