## GAMMA LOGISTICS CORPORATION: AN OYSTER HAS MORE SEX APPEAL THAN THIS COMPANY

No businessman in his right mind would invest upwards of \$HK28.50 million in order to obtain a listing on The Growth Enterprise Market (The GEM) of The Stock Exchange of Hongkong Ltd unless, at the end of that mythical, colorful rainbow, there lies that reward: The Crock of Gold.

The Irish legend goes along the lines that if one is able to trap a leprechaun and to hold onto him, very tightly, then one can force him to tell of the location of the crock.

In the case of Gamma Logistics Corporation () (Code: 8310, The GEM), it seems only too obvious that Dr Lo Wong Fung (), the Chairman and Founder of Gamma Logistics, with the assistance of his friend(s) at publicly listed Forefront Group Ltd () (Code: 885, Main Board, The Stock Exchange of Hongkong Ltd), knows of the location of that mythical Crock of Gold.

And that illusory, Hongkong Crock of Gold has little to do with the flotation of Gamma Logistics because, at the end of the day, this Company will only net about \$HK40 million from the sale of 25 percent of its Issued and Fully Paid-Up Share Capital.

Gamma Logistics issued its Prospectus on August 14, 2013, with the Company, hoping to Place 200 million, one-cent Shares at 25 cents Per Share.

By this Wednesday, the world will know whether or not the necessary number of Placees has been located, but, due to the relatively small amount of money that is involved in this flotation, one can lay odds that there will be little trouble in raising \$HK50 million, gross, plus the one-percent brokerage fee and the 0.01 percent additional costs, associated with obtaining shares of Gamma Logistics.

## **The Business of Gamma Logistics**

Gamma Logistics is in the business of providing integrated logistics with regard to freight-forwarding services between the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC) and the Pearl River Delta () Region of the PRC.

The Pearl River Delta region is the low-lying area, surrounding the Pearl River estuary where the river flows into the South China Sea.

At Pages 100 and 101 of the Placing Prospectus, one is told of this Company's business in some detail:

'Our Group is principally engaged in the provision of integrated logistics freight services with a primary focus on logistics services between Hong Kong and the PRD region. Our integrated logistics freight services can be divided into three categories, namely (i) land and ocean freight services; (ii) air freight forwarding services and (iii) operation equipment rental service. The land and ocean freight services, which contributes the most to our revenue, have always been the key components of the business model of our integrated logistics freight services. Our feeder shipping service relies principally on our handling of containers transportation ... CLICK TO ORDER FULL ARTICLE

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