

**BEST PACIFIC INTERNATIONAL HOLDINGS LTD:  
RATHER AN IMPRESSIVE COMPANY, ALL THINGS CONSIDERED**

On scanning the financials of Global Offering Prospectus of Best Pacific International Holdings Ltd () (Code: 2111, Main Board, The Stock Exchange of Hongkong Ltd), it appears that this Company is headed for record-breaking profits, during the Current Financial Year, ending December 31, 2014.

Best Pacific International published and disseminated its Global Offering Prospectus, last Tuesday (May 13, 2014), when it Offered 250 million, one-cent Shares at the Indicative Offer Price Per Share, ranging from a low of \$HK1.85 to a high of \$HK2.50.

Of the total number of shares on Offer, 25 million Shares were Offered to investors of the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC), with the remaining 225 million Shares, reserved for International Investors.

Management estimates that, at the Offer Price, being struck at the midpoint of the Indicative Offer Price – \$HK2.18 – it would net about \$HK495.80 million.

That amount of money is to be utilised for the following purposes, it is stated at Pages 182 and 183 of the Global Offering Prospectus:

- About 70 percent of the Net Proceeds, that is about \$HK347 million, for the purchases of addition machinery in order to increase the Company's production capacity as well as meeting some of the costs in respect of constructing the Company's ninth production facility;
- About 20 percent of the Net Proceeds, that is about \$HK99.20 million, to reduce, in part, only, *'our syndicated loan incurred on 16 July 2013 used by us to re-finance our short-term loans in the PRC'*.  
The syndicated loan was obtained from the following five banks:

Name Of Lender	Outstanding Principal Amount	Repayment Date	Interest Rate
Bank of China (Hongkong) Ltd ([ ])	\$HK43.50 million	July 16, 2014	HIBOR* + 3.60 percent
China CITIC Bank International Ltd ([ ])	\$HK65.30 million	January 16, 2015	HIBOR + 3.60 percent
DBS Bank (Hongkong) Ltd ([ ])	\$HK65.30 million	July 16, 2015	HIBOR + 3.60 percent
Hang Seng Bank Ltd ()	\$HK87.00 million	January 16, 2016	HIBOR + 3.60 percent
Standard Chartered Bank (Hongkong) Ltd ([ ])	\$HK173.90 million	July 16, 2016	HIBOR + 3.60 percent

\* **HIBOR** = **H**ongkong **I**nterbank **O**ffered **R**ate

- About 10 percent of the Net Proceeds, that is about \$HK49.60 million, to be tipped into the Working Capital Account of the Company.

With regard to the last Item on Management's 'wish list' in respect of this Initial Public Offering, **TARGET** () notes that, as at December 31, 2013, the Company had 'Bank Balances and Cash' of about \$HK97.54 million with 'Pledged Bank Deposits' of about \$HK96.11 million.

### **The History and Business**

Best Pacific International has a history of only about 11 years with the incorporation in the PRC of Dongguan Best Pacific Textile Company Ltd () on February 24, 2003, followed by the incorporation in the HKSAR of Best Pacific Textile Ltd () on March 13, 2003.

These ... [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](mailto:editor@targetnewspapers.com). **TARGET** does not guarantee to publish readers' views, but reserves the right so to do subject to the laws of libel.*