

**CHINA BEIDAHUANG INDUSTRY GROUP HOLDINGS LTD:
‘MOST FRIENDSHIP IS FEIGNING, MOST LOVING MERE FOLLY’**

The Chairman of China Beidahuang Industry Group Holdings Ltd () (Code: 39, Main Board, The Stock Exchange of Hongkong Ltd) has been sued in the High Court of the Hongkong Special Administrative Region (HKSAR) of the People’s Republic of China (PRC) for \$HK1.23 million.

He is Mr Jiang Jian Jun (), aged 46 years, who, as at June 30, 2016, beneficially owned 12.26 percent of the entire Issued and Fully Paid-Up Share Capital of China Beidahuang Industry, according to the database of **TOLFIN** (), the Computerised, Online Financial Intelligence Service and Web-Based, Credit-Checking Provider.

The Plaintiff in HKSAR, High Court Action, Number 2637 of 2016, is Ace Loyalty International Ltd, a company, domiciled in the **British Virgin Islands (BVI)**, **TOLFIN**’s database indicates.

Ace Loyalty International Ltd was mentioned, prominently, in an announcement, made on August 17, 2010, when China Beidahuang Industry was named Bio-Dynamic Group Ltd (), the Chairman, being Mr Peter Lo ().

In that announcement, it was stated that Ace Loyalty International Ltd had agreed to purchase 60 million, New Ordinary Shares in the Issued Share Capital of China Beidahuang Industry at an Issued Share Price of 60 cents (\$HK36 million).

That announcement referred to another company announcement which, at Pages 76 and 77, stated, inter alia:

‘On 4 August 2010 and 5 August 2010, the Company (Bio-Dynamic Group Ltd) and ALI (Ace Loyalty International Ltd) entered into a sale and purchase agreement and a supplemental agreement, respectively, pursuant to which ALI has conditionally agreed to sell the entire issued share capital of KVHL (Keen Vitality Holdings Ltd, a BVI company) to the Company for a consideration of HK\$36,000,000, subject to an upward adjustment of HK\$18,000,000 upon occurrence of certain events after completion of the KVHL Acquisition. The consideration is to be satisfied by the Company by allotting and issuing to ALI the KVHL Consideration Shares and the KVHL Consideration Adjustment Shares. KVHL holds an intellectual property in relation to a technique and know-how that utilises liquid waste from the ethanol production process and corn stalk to produce high-protein forage. There will be no variation to the aggregate remuneration payable to and benefits in kind receivable by the Directors and the directors of KVHL in consequence of the KVHL Acquisition. Details of the KVHL Acquisition are set out in the announcements of the Company dated 4 August 2010 and 5 August 2010 and the circular of the Company dated 17 August 2010.

‘Going forward, the Group will focus on developing ethanol-related businesses and products, including sale and distribution of wine and liquor in the PRC and production of forage from corn stalk and ethanol waste. The Group will continue to look for acquisition opportunities that are in line with its business development strategy to strengthen its competitiveness in the ethanol industry by diversifying its business and products and exploring markets related to the ethanol industry in order to enhance the long-term growth potential and income base of the Group. The expansion plans of the Group will be

principally financed by the internal resources of the Group or other financial sources (such as issue of new Shares) as the Directors may think fit.'

It... [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.*