

**ORIENTAL PAYMENT GROUP HOLDINGS LTD:
WAS THIS INITIAL PUBLIC OFFERING
A COMPLETE WASTE OF MANAGEMENT'S TIME AND MONEY ?**

The Company Admits It Will Enjoy A Loss, This Year

Taking into account all the data as well as all the waffle, contained in the Share Offer Prospectus of Oriental Payment Group Holdings Ltd () (Code: 8613, The Growth Enterprise Market [the **GEM**], The Stock Exchange of Hongkong Ltd), in this medium's opinion, the only direction for the share price of this Company is down, down, down.

Oriental Payment Group Holdings Ltd is a spin-off from another GEM-listed company, to wit, China Smartpay Group Holdings Ltd () (Code: 8325).

China Smartpay Group Holdings Ltd obtained its listing on the secondary equity market of the Hongkong Special Administrative Region (HKSAR) of the People's Republic of China (PRC) on August 28, 2009, at the time that that company's name was Oriental City Group Holdings Ltd ().

The Initial Public Offering (IPO) Of Oriental Payment Group Holdings Ltd

Oriental Payment Group Holdings Ltd published and disseminated its Share Offer Prospectus in the HKSAR on September 27, 2018.

The Company Offered a total of 250 million, one-cent Shares at the Indicative Offer Price Per Share, ranging from a low of 22 cents to a high of 30 cents.

Investors of the HKSAR were Offered 25 million Shares and 225 million Shares were reserved for Institutional, Professional and/or select Well-Heeled Investors via Share Placements.

Of the 225 million Shares, under the Placing Share tranche, 20 million Shares were part of a Preferential Share Offer to Qualified Shareholders of China Smartpay Group Holdings Ltd.

On Monday, October 15, 2018, Management announced that the Offer Price Per Share had been struck at 22 cents – the lowest, acceptable level of the Indicative Offer Price Per Share – and that the Company anticipated netting about \$HK51.10 million from this IPO.

At Page Nine of the Announcement of the Offer Price and Allotment Results, Management announced how it envisaged utilising the net proceeds of the IPO:

1. Approximately, \$HK12.80 million, that is about 25.00 percent of the estimated net proceeds, *‘for continuously improving the availability and enhancing functions of our stock of smart POS (Point-Of-Sale) terminals’*;
2. Approximately, \$HK8.10 million, that is about 15.90 percent of the estimated net proceeds, *‘for developing our acquiring host system’*;
3. Approximately, \$HK1.20 million, that is about 2.30 percent of the estimated net proceeds, *‘for strengthening and broadening our marketing initiatives’*;
4. Approximately, \$HK2.20 million, that is about 4.30 percent of the estimated net proceeds, *‘for recruiting new talents’*;
5. Approximately, \$HK15.10 million, that is about 29.60 percent of the estimated net proceeds, *‘for extending our payment processing services to cover other payment network associations’*;
6. Approximately, \$HK6.60 million, that is about 12.90 percent of the estimated net proceeds, *‘for expanding to Cambodia’*; and,

7. Approximately, \$HK5.10 million, that is about 10.00 percent of the estimated net proceeds, '*for working capital of the Group*'.

The Business Of Oriental Payment Group Holdings Ltd

In an '**OVERVIEW**' of the business of Oriental Payment Group Holdings Ltd, found at Pages 97 and 98 of the Share Offer Prospectus, one was informed, inter alia, that the Company is only about 14 years old.

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