

TARGET

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GROWN UP GROUP INVESTMENT HOLDINGS LTD:

A WAKE-UP CALL FOR SHAREHOLDERS, N'EST-CE PAS ?

Due to the recent publication of the Interim Report of Grown Up Group Investment Holdings Ltd () (Code: 1842, Main Board, The Stock Exchange of Hongkong Ltd), a number of previously questionable factors appear to have melted away into the ether.

The previously questionable factors, to which this medium is referring, are, inter alia:

- The probability of Senior Management of the Company, recommending a dividend to shareholders in the future, appears to be extremely remote;
- Senior Management could not have been enraptured with the measly \$HK49.90 million that it obtained from the sales of the Company's 170 million New Shares to investors, via the good offices of the premier equity market of The Stock Exchange of Hongkong Ltd in June, this year; and,
- The Company sought a listing on The Stock Exchange of Hongkong Ltd, primarily in order to tap the capital market of the territory as quickly as possible.

All of the above – and a great deal more – were made evident in the Interim Results of Grown Up Group Investment Holdings Ltd, published and disseminated to existing shareholders of the Company on Friday, August 30, 2019.

The results of Interim Results, concomitant with the many statements, found in the Share Offer Prospectus of the Company, dated June 13, 2019, dispels all suggestions that this Company may be worth a punt.

The Interim Results Of Grown Up Group Investment Holdings Ltd

The Interim Results of Grown Up Group Investment Holdings Ltd in respect of the six months, ended June 30, 2019, contained the following intelligence:

	<u>Six Months, Ended June 30</u>	
	2019	2018
	(Hongkong Dollars'000 except where otherwise stated)	
Revenue (Sales of Goods)	168,400	305,771
Gross Profit	46,324	60,728
Loss from Operations	(5,494)	(549)
Loss for the Period	(9,325)	(2,752)
Basic Loss Per Share	(1.12 cents)	(0.33 cents)
Diluted Loss Per Share	(1.12 cents)	(0.33 cents)
Cash at Bank and on Hand	100,212	17,631
Total Equity (Shareholders' Funds)	142,544	80,065

In his statement, headed '**OUTLOOK AND PROSPECTS**', Chairman of the Company, Mr Thomas Berg, went on record, stating, among other things:

‘On the other hand, our Directors believe that a listing status on the Stock Exchange (The Stock Exchange of Hongkong Ltd) can strengthen the Group’s reputation, credibility and competitiveness to facilitate our business development. The increased level of information transparency after the Listing would also give our existing and prospective customers and suppliers the public access to the Group’s corporate and financial information, which could generate further confidence in the Group among them. The status of being a listed company in Hong Kong would also raise the Group’s reputation amongst our competitors which would help implement our business strategies and expand our customer base and our market share in the industry. Also, the Listing will provide us with additional avenues to raise capital in the long run and ultimately lay a solid foundation for our business.’

And, there one has it in the final paragraph of Mr Thomas Berg’s communiqué to shareholders: One should, now, be fully cognisant as to that which to expect in the near future.

The Chief Executive Throws In The Towel

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