

TARGET

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YIELD GO HOLDINGS LTD: WILL THE INCOMING 'NEW BLOOD' ISSUE FORTH BETTER FINANCIAL RESULTS ?

Of the entire five Financial Years that the Issued and Fully Paid-Up Share Capital of Yield Go Holdings Ltd (耀高控股有限公司) (Code: 1796, Main Board, The Stock Exchange of Hongkong Ltd) had been listed on the premier equity market of The **Hongkong Special Administrative Region (HKSAR)** of the **People's Republic of China (PRC)**, it was only during the 2018 Financial Year and the 2019 Financial Year that the Company had been able to record a Net Profit Attributable to Shareholders.

From the 2020 Financial Year through to the 2022 Financial Year, ended March 31, the Bottom Lines were all recorded in red ink.

On or about December 13, 2018, Management pitched its Share Offer Prospectus in the HKSAR, offering 120 million, one-cent Offer Shares at the Offer Price Per Share, ranging from a low of \$HK1.05 to a high of \$HK1.25.

Fifteen days, following the publication and dissemination of the Share Offer Prospectus, Management announced that the Final Offer Price Per Share had been determined at \$HK1.05, and that the Net Proceeds from the Share Offer were approximately at \$HK92.30 million.

At Page Seven of the Allotment Results of the Share Offer, one was informed as to how Management intended to apply the net proceeds:

1. Approximately, 15.20 percent of the net proceeds (that was, approximately, \$HK14.00 million) for payment of upfront costs for new projects, such as payment of subcontracting charges and costs of materials;
2. Approximately, 12.60 percent of the net proceeds (that was, approximately, \$HK11.60 million) for obtaining performance bond (*sic*);

3. Approximately, 33.90 percent of the net proceeds (that was, approximately, \$HK31.30 million) for repaying bank borrowings;
4. Approximately, 36.20 percent of the net proceeds (that was, approximately, \$HK33.40 million) for expanding the Company's workforce; and,
5. Approximately, 2.10 percent of the net proceeds (that was, approximately, \$HK2.00 million) to be used as General Working Capital.

On or about Wednesday, May 11, 2022, shareholders of Yield Go Holdings Ltd were informed in a '**JOINT ANNOUNCEMENT**' of a '*Sale and Purchase Agreement*' between Hoi Lang Holdings Ltd (凱朗控股有限公司), the Vendor, and Master Success International Investment Ltd (萬事成國際投資有限公司), the Offeror.

At Page Two of the Joint Announcement, under the heading, '**THE SALE AND PURCHASE AGREEMENT**', one was informed of the following:

'The Board was informed by the Vendor that on 29 April 2022 (after trading hours), the Vendor, the Vendor Guarantor, the Offeror and the Offeror Guarantors entered into the Sale and Purchase Agreement, pursuant to which the Offeror agreed to acquire and the Vendor agreed to sell the Sale Shares, being 360,000,000 Shares in aggregate, representing 75% of the entire issued share capital of the Company as at the date of this joint announcement, at a consideration of HK\$247,500,000 in aggregate, equivalent to HK\$0.6875 per Sale Share.'

'Completion took place immediately upon the signing of the Sale and Purchase Agreement on the Completion Date, being 29 April 2022.'

In brief, the former Controlling Shareholder of Yield Go Holdings Ltd had been legally and beneficially passed to the beneficial owners of Master Success International Investment Ltd at the cash consideration of \$HK247,500,000.00.

The sale of the Controlling Shareholding of Yield Go Holdings Ltd had taken a little less than four Financial Years, following the publication and dissemination of the Share Offer Prospectus, dated December 13, 2018.

As at Wednesday, May 11, 2022, Hoi Lang Holdings Ltd was said to have been beneficially owned by Mr Man Hoi Yuen (文海源), as to 50 percent, 30 percent by Ms Ng Yuen Chun (吳婉珍), and 20 percent by Mr Ho Chi Hong (何志康).

As to Master Success International Investment Ltd, the Offeror, it was said to have been owned, as at Wednesday, May 11, 2022, by Mr Chen Yi Dong (陳怡冬), 46.67 percent, Mr Lin Zheng (林暉), 29.33 percent, Mr Wang Kuan (王寬), 12 percent, and Mr Chen Jian (陳建), 12 percent.

Information in respect of the Offeror was presented at Pages 16 and 17 of the '**JOINT ANNOUNCEMENT**' as follows:

- Mr Chen Yi Dong:

‘He is one of the directors and founders holding 39% equity interest in China Yong Energy (Xiamen) Co., Ltd. (華永能源廈門有限公司), a company incorporated in the PRC in 2019 which is principally engaged in the trading of commodities such as steel and property investment. He is also the beneficial owner of Xiamen Xunda International Trading Company Limited (廈門迅達國際貿易有限公司), a company incorporated in the PRC in 2019 which is principally engaged in the trading of commodities such as steel and petrochemical products, and achieved turnover of over RMB4 billion in 2021.’

- Mr Lin Zheng:

‘He is one of the founders ... [CLICK TO ORDER FULL ARTICLE](#)

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