

# TARGET

## Intelligence Report

VOLUME XXV No. 70

THURSDAY

March 30, 2023

### ASIA-PAC FINANCIAL INVESTMENT COMPANY LTD: NO MONEY MEANS NO HONEY!

For the past eight Financial Years, ended March 31, 2022, Asia-Pac Financial Investment Company Ltd (亞太金融投資有限公司) (Code: 8193, The **G**rowth **E**nterprise **M**arket – The **GEM** – The Stock Exchange of Hongkong Ltd) has been very consistent in recording Net Losses Attributable To Shareholders.

Due to Management's inability to record a Net Profit Attributable To Shareholders, during the past eight Financial Years, Management of the Company was proscribed from recommending to pay a dividend to shareholders: No profits; no honey!

Asia-Pac Financial Investment Company Ltd describes its business as follows:

1. Asset Advisory Services and Asset Appraisal;
2. Corporate Services and Consultancy Services;
3. Media Advertising; and,
4. Financial Services.

On or about May 31, 2011, the Company – when the Company's name was GCA Group Ltd – sought and obtained a listing of its entire Issued Share Capital on the Secondary Equity Market of The **H**ongkong **S**pecial **A**dmistrative **R**egion (**HKSAR**) of the **P**eople's **R**epublic of **C**hina (**PRC**).

On January 18, 2021, Management determined to tap the fast-moving, HKSAR gravy train by issuing 874,433,790 Rights Shares at the Subscription Price of five cents per Rights Share on the basis of three Rights Shares for every one existing share(s), held by Qualifying Shareholders.

As at March 31, 2022, this '*call for cash*' resulted in Management, netting approximately \$HK42.20 million.

At Pages 38 and 39 of the 2022 Annual Report in respect of the 2022 Financial Year, ended March 31, 2022, one was presented with the '**CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**', hereby the highlights are proffered:

	For The Financial Year, Ended March 31		Percentage Increase/(Decrease) *
	2022	2021	
	All Figures Are Denominated In \$HK'000 (except where otherwise stipulated)		
Total Revenue	51,769	43,233	19.74
Gross Profit	29,303	31,944	(8.27)
Gross Profit Margin *	56.60 percent	73.89 percent	(23.40)
Profit/(Loss) From Operations	(24,690)	1,899	(1,400.16)
Loss Before Taxation	(46,987)	(3,545)	1,225.44
Loss For The Year Attributable To Shareholders Of The Company	(44,772)	(4,243)	955.20
Loss Per Share	(3.84) cents	(1.06) cents	262.26

\* These are **TARGET**'s calculations.

At Pages 40 and 41 of the 2022 Annual Report, there were three items that caught this medium's attention, namely:

Bank Balances and Cash:

<u>2022</u>	<u>2021</u>
\$HK4,495,000.00	\$HK48,543,000.00

Bank and Other Borrowings:

<u>2022</u>	<u>2021</u>
\$HK13,258,000.00	\$HK7,463,000.00

Total Equity (Shareholders' Funds):

\$HK119,542,000.00	\$HK164,725,000.00
(Shareholders' Funds had depreciated, Year-On-Year, by 27.43 percent.)	

With regard to 'Bank and Other Borrowings', at Page 101 of the 2022 Annual Report of the Company, one was informed of the following intelligence, found at Note 32 to the Notes of the Company:

*'All bank and other borrowings are denominated in HK\$ as at 31 March 2022 and 2021. At 31 March 2021, the bank loan of the Group contains a repayment on demand clause.'*

*'As at 31 March 2022, the Group has one (2021: two) other loan which bore interest at the rate of 12% (2021: 12% and 15%) per annum and secured by personal guarantee of a director of the Company, Mr. Ip Kwok Kwong (2021: personal guarantee by a director of the Company: Mr Ip Kwok Kwong).'*

*'As at 31 March 2021, the Group's bank loan was interest bearing at the fixed rate of 2.5% per annum while the Group's bank overdrafts was interest bearing at the average floating rate of 4.5% per annum. As at 31 March 2021, the Group's bank loans and bank overdrafts were pledged by the deposits placed for life insurance policies of the Group.' ...*

[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.*