

Chapter 5

GENERAL

VALUATION OF AND INFORMATION ON PROPERTIES

When Required

- 5.02 In the case of an acquisition or realisation of any property, or a company whose assets consist solely or mainly of property, where any of the percentage ratios (as defined in rule 14.04(9)) of the transaction exceeds 25% ~~the consideration payable exceeds 50 per cent. of the assets of the acquiring or realising group, as such reference is defined in rule 14.04(4)~~, then a valuation of and information on such property must be included in the circular issued to shareholders in connection with the acquisition or realisation (see rules 14.~~6616~~(36) and 14.~~6917~~(3)) unless the interest in the property is acquired from the Hong Kong Government at a public auction or by sealed tender. For the purposes of this rule and rule 5.03, a circular issued “in connection with an acquisition” includes a listing document issued on a rights issue, the proceeds of which are to be used to retire a debt with which the property or company had previously been acquired provided that such a listing document need not contain such a valuation report if a circular containing such a valuation report was issued to shareholders at the time of the acquisition of the property or company.
- 5.03 In the case of an acquisition or a realisation of any property from or to a connected person, a valuation of and information on such property must be included in any circular issued to shareholders in connection with the acquisition or realisation (see rules 14.~~A.59(6)~~~~30(4)~~ and 14.~~31(3)~~).