



Search:  Forbes.com [Quotes](#) [Video](#) [Web](#) [Blogs](#) [Advanced](#)

LUXURY CAR REVIEWS

- Porsche 911 Turbo
- BMW M6
- Audi RS4



U.S. EUROPE ASIA HOME PAGE FOR THE WORLD'S BUSINESS LEADERS Free Trial Issue

[HOME](#) [BUSINESS](#) [TECH](#) **[MARKETS](#)** [ENTREPRENEURS](#) [LEADERSHIP](#) [PERSONAL FINANCE](#) [FORBESLIFE](#) [LISTS](#) [OPINIONS](#)

[Bonds](#) [Commodities](#) [Currencies](#) [Economy](#) [Emerging Markets](#) [Equities](#) [Options](#)

[E-mail](#) | [Print](#) | [Comments](#) | [Request Reprints](#) | [E-Mail Newsletters](#) | [My Yahoo!](#) | [RSS](#)

Market Scan

## Two More Hong Kong IPO's

Vivian Wai-yin Kwok, 11.24.06, 12:35 PM ET

### Popular Videos

- [Shopping With Desperate Housewives](#)
- [Betting Big At CES](#)
- [Non-Cyclical Star](#)
- [Inside Professional Bull Riding](#)
- [Healthcare Made Simple](#)

### Most Popular Stories

- [Be A Better Boss In 2007](#)
- [Sony's Sort Of Internet TV](#)
- [Stocks Still Have Sizzle](#)
- [Deal Paper Calls The Tune](#)
- [Jumpstarting Jaguar](#)

With billions of new cash flowing in from everywhere of the world, two public offerings kicked off in Hong Kong today, tapping \$8 billion Hong Kong (U.S. \$1 billion), and marking the latest wave of initial public offering fever.

Spinning-off from the Hong Kong-listed **Kingboard Chemical Holdings**, **Kingboard Laminates** is expected to raise as much as \$5.8 billion Hong Kong. The company is offering 750 million shares in a price range of \$5.97 to \$7.73 Hong Kong each, valuing the company at 11 to 14 times its 2006 forecasted earnings.

Kingboard Laminates recorded revenue of \$6.1 billion Hong Kong in 2005 and net profit reached \$1.1 billion Hong Kong. The company markets itself as the world's largest manufacturer of laminates in terms of production value. Laminates are raw materials for printed circuit boards used in a wide variety of electronic products, from toys to mobile phones.

Kingboard Laminates will first undergo a corporate restructuring prior to the IPO and pay a \$2 billion Hong Kong special dividend to its parent, Kingboard Chemical Holdings. The net proceeds from the IPO will be used to repay debt and expand the production line.

Kingboard Laminates will be traded on the Hong Kong Stock Exchange on Dec. 7. On the next day, gold mining company **Zhaojin Mining Industry** will also have its stock floated. The Shangdong-based gold miner plans to raise up to \$2.19 billion Hong Kong.

With five operating mines in the Zhaoyuan district of Shandong province, and 130 tonnes in gold reserves in June this year, Zhaojin is the second largest gold producer. Yet its profit was only 160 million yuan (\$20.2 million) in 2005.

Offering 172.8 million H-shares at \$9.80 to \$12.68 Hong Kong each today, price to earning multiple of Zhaojin is about 25.8 to 33.4. Investors are expecting Zhaojin to repeat the myth of **Lingbao Gold**, another gold miner that saw its share price rose 130% in ten months after its listing in January this year.

The two new listings are expected to have hundred times of over-subscription. According to **Citigroup** (nyse: [C](#) - [news](#) - [people](#) ), a total of \$2.1 billion funds had flooded into Hong Kong, China and Singapore since mid-September. The heavy influx of international funds coming to invest in Hong Kong-listed mainland enterprises has triggered Hong Kong banks to reduce the prime interest rate early this month.

### More On This Topic

**News by E-mail**  
Get stories by E-Mail on this topic **FREE**

#### Companies

[Citigroup](#)

#### Topics

- [U.S. Markets](#)
- [U.S. Equities](#)
- [IPOs](#)
- [Earnings](#)

Enter E-Mail Address:

[FAQ](#) | [Privacy Policy](#)

Also available:

[E-Mail Newsletters](#)

[Make Forbes.com My Home Page](#)

[Bookmark This Page](#)

[Free Trial Issue](#)

[Gift Subscriptions](#)

[Find Free Wi-Fi Hotspots](#)