

CHINA SECURITY & SURVEILLANCE TECHNOLOGY, INC.
Form SC 13D
November 06, 2007

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

SCHEDULE 13D
(Rule 13d-101)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT
TO RULE 13d-1(a) AND AMENDMENTS THERETO FILED PURSUANT TO
RULE 13d-2(a)

Under the Securities Exchange Act of 1934
(Amendment No.)*

China Security & Surveillance Technology, Inc.

(Name of Issuer)

Common Stock, par value \$0.0001 per share

(Title of Class of Securities)

G21161107

(CUSIP Number)

Marc Weingarten, Esq.
Schulte Roth & Zabel LLP
919 Third Avenue
New York, New York 10022
(212) 756-2000

(Name, Address and Telephone Number of Person
Authorized to Receive Notices and Communications)

November 2, 2007

(Date of Event which Requires
Filing of This Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition that is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(e), 13d-1(f) or 13d-1(g), check the following box. []

NOTE: Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See Rule 13d-7 for other parties to whom copies are to be sent.

(Continued on following pages)

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* The remainder of this cover page shall be filled out for a reporting person's initial filing on this form with respect to the subject class of securities, and

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12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES* []

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
5.1%

14 TYPE OF REPORTING PERSON*
IA; CO

* SEE INSTRUCTIONS

CUSIP NO. G21161107 SCHEDULE 13D PAGE 3 OF 13 PAGES

1 NAME OF REPORTING PERSON
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
CLINTON MULTISTRATEGY MASTER FUND, LTD.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP* (a) []
(b) []

3 SEC USE ONLY

4 SOURCE OF FUNDS*
WC

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) or 2(e) []

6 CITIZENSHIP OR PLACE OF ORGANIZATION
CAYMAN ISLANDS

7 SOLE VOTING POWER
-0-

NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH

8 SHARED VOTING POWER
1,517,533

9 SOLE DISPOSITIVE POWER
-0-

10 SHARED DISPOSITIVE POWER
1,517,533

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PERSON WITH

-0-

10 SHARED DISPOSITIVE POWER
219,607

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH PERSON
219,607

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES
CERTAIN SHARES* []

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
0.6%

14 TYPE OF REPORTING PERSON*
CO

* SEE INSTRUCTIONS

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1 NAME OF REPORTING PERSON
I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
CLINTON LEXINGTON MASTER FUND, L.P.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP* (a) []
(b) []

3 SEC USE ONLY

4 SOURCE OF FUNDS*
AF

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT
TO ITEMS 2(d) or 2(e) []

6 CITIZENSHIP OR PLACE OF ORGANIZATION
UNITED STATES

7 SOLE VOTING POWER

-0-

NUMBER OF

8 SHARED VOTING POWER

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SHARES
 BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH

| | |
|----|--------------------------|
| | 186,950 |
| 9 | SOLE DISPOSITIVE POWER |
| | -0- |
| 10 | SHARED DISPOSITIVE POWER |
| | 186,950 |

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH PERSON
 186,950

12 CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11)
 0.5%

14 TYPE OF REPORTING PERSON*
 PN

* SEE INSTRUCTIONS

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1 NAME OF REPORTING PERSON
 I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS (ENTITIES ONLY)
 GEORGE E. HALL

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP* (a)
 (b)

3 SEC USE ONLY

4 SOURCE OF FUNDS*
 AF

5 CHECK IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEMS 2(d) or 2(e)

6 CITIZENSHIP OR PLACE OF ORGANIZATION
 UNITED STATES

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| | | | |
|---|---|--------------------------|--|
| | 7 | SOLE VOTING POWER | |
| | | -0- | |
| NUMBER OF SHARES BENEFICIALLY OWNED BY EACH REPORTING PERSON WITH | 8 | SHARED VOTING POWER | |
| | | 1,924,090 | |
| | 9 | SOLE DISPOSITIVE POWER | |
| | | -0- | |
| | 10 | SHARED DISPOSITIVE POWER | |
| | | 1,924,090 | |
| 11 | AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH PERSON | | |
| | 1,924,090 | | |
| 12 | CHECK IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES* | | |
| | [] | | |
| 13 | PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11) | | |
| | 5.1% | | |
| 14 | TYPE OF REPORTING PERSON* | | |
| | IN | | |

* SEE INSTRUCTIONS

| | | | |
|-----------|-----------|--------------|--------------------|
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|-----------|-----------|--------------|--------------------|

ITEM 1. SECURITY AND ISSUER.

This statement relates to the shares of Common Stock, \$0.0001 par value per share (the "Shares"), of China Security & Surveillance Technology, Inc., a Delaware corporation (the "Issuer"). The principal executive office of the Issuer is located at 13/F, Shenzhen Special Zone Press Tower, Shennan Road, Futian District, Shenzhen, China 518034.

ITEM 2. IDENTITY AND BACKGROUND.

(a) This statement is filed by Clinton Group, Inc., a Delaware corporation ("CGI"), Clinton Multistrategy Master Fund, Ltd., a Cayman Islands company ("CMSF"), Clinton Special Opportunities Master Fund, Ltd., a Cayman Islands company ("CSO"), Clinton Lexington Master Fund, L.P., a Cayman Islands exempted limited partnership ("CLEX") and George Hall (collectively, the "Reporting Persons").

(b) The principal business address of CGI and George Hall is 9 West 57th Street, 26th Floor, New York, New York 10019. The principal business address of CMSF, CSO and CLEX is c/o Fortis Fund Services (Cayman) Limited, P.O. Box 2003

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GT, Grand Pavilion Commercial Centre, 802 West Bay Road, Grand Cayman, Cayman Islands.

(c) The principal business of CGI is investing for funds and accounts under its management. The principal business of CMSF, CSO and CLEX is to invest in securities. George Hall is the Chief Investment Officer and President of CGI.

(d) None of the Reporting Persons nor any of the individuals set forth in Schedule A attached hereto has, during the last five years, been convicted in a criminal proceeding (excluding traffic violations or similar misdemeanors).

(e) None of the Reporting Persons nor any of the individuals set forth in Schedule A attached hereto has, during the last five years, been a party to a civil proceeding of a judicial or administrative body of competent jurisdiction and as a result of such proceeding was or is subject to a judgment, decree or final order enjoining future violations of, or prohibiting or mandating activities subject to, federal or state securities laws or finding any violation with respect to such laws.

(f) George Hall is a citizen of the United States of America.

The name, citizenship, present principal occupation or employment and business address of each director and executive officer of CGI, CMSF, CSO and CLEX is set forth in Schedule A attached hereto. To the best of the Reporting Persons' knowledge, except as set forth in this statement on Schedule 13D, none of such individuals owns any Shares.

ITEM 3. SOURCE AND AMOUNT OF FUNDS OR OTHER CONSIDERATION.

Funds for the purchase of the Shares reported herein were derived from available capital of CMSF, CSO and CLEX. A total of approximately \$28.6 million was paid to acquire such Shares.

ITEM 4. PURPOSE OF TRANSACTION.

The Reporting Persons originally acquired Shares for investment in the ordinary course of business because they believed that the Shares, when purchased, were undervalued and represented an attractive investment opportunity.

Except as set forth herein or as would occur upon completion of any of the actions discussed herein, including in any Exhibits hereto, the Reporting Persons have no present plan or proposal that would relate to or result in any of the matters set forth in subparagraphs (a)-(j) of Item 4 of Schedule 13D. The Reporting Persons intend

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to review their investment in the Issuer on a continuing basis and may engage in discussions with management, the board of directors, other shareholders of the Issuer and other relevant parties concerning the business, operations, management, strategy and future plans of the Issuer. Depending on various factors including, without limitation, the Issuer's financial position and strategic direction, the outcome of the discussions and actions referenced above, actions taken by the board of directors, price levels of the Shares, other investment opportunities available to the Reporting Persons, conditions in

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the securities market and general economic and industry conditions, the Reporting Persons may in the future take such actions with respect to their investment in the Issuer as they deem appropriate including, without limitation, purchasing additional Shares or selling some or all of their Shares, engaging in short selling of or any hedging or similar transactions with respect to the Shares and/or otherwise changing their intention with respect to any and all matters referred to in Item 4 of Schedule 13D.

ITEM 5. INTEREST IN SECURITIES OF THE ISSUER.

(a) As of the close of business on November 5, 2007, the Reporting Persons beneficially owned an aggregate of 1,924,090 Shares, constituting approximately 5.1% of the Shares outstanding.

The aggregate percentage of Shares beneficially owned by the Reporting Persons is based upon 37,798,487 Shares outstanding, which is the total number of Shares outstanding as of August 10, 2007 as reported by the Issuer in its Quarterly Report filed on August 13, 2007 on Form 10-Q for the period ended June 30, 2007.

(b) By virtue of investment management agreements with each of CMS, CSO and CLEX, CGI has the power to vote or direct the voting, and to dispose or direct the disposition, of all of the 1,517,533 Shares held by CMSF, the 219,607 Shares held by CSO and the 186,950 Shares held by CLEX. By virtue of his direct and indirect control of CGI, George E. Hall is deemed to have shared voting power and shared dispositive power with respect to all Shares as to which CGI has voting power or dispositive power. Accordingly, CGI and George E. Hall are deemed to have shared voting and shared dispositive power with respect to an aggregate of 1,924,090 Shares.

(c) Information concerning transactions in the Shares effected by the Reporting Persons in the past sixty days is set forth in Schedule B hereto and is incorporated herein by reference. Unless otherwise indicated, all of such transactions were effected in the open market.

(d) No person other than the Reporting Persons is known to have the right to receive or the power to direct the receipt of dividends from, or the proceeds from the sale of, the Shares.

(e) Not applicable.

ITEM 6. CONTRACTS, ARRANGEMENTS, UNDERSTANDINGS OR RELATIONSHIPS WITH RESPECT TO SECURITIES OF THE ISSUER.

Except as otherwise set forth herein, the Reporting Persons do not have any contract, arrangement, understanding or relationship with any person with respect to the securities of the Issuer.

ITEM 7. MATERIAL TO BE FILED AS EXHIBITS.

Exhibit A - Joint Filing Agreement dated November 6, 2007

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SIGNATURES

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After reasonable inquiry and to the best of his or its knowledge and belief, each of the undersigned certifies that the information set forth in this statement is true, complete and correct.

Dated: November 6, 2007

CLINTON GROUP, INC.

By: /s/ Francis Ruchalski

Name: Francis Ruchalski
Title: Comptroller

CLINTON MULTISTRATEGY MASTER FUND, LTD.

By: Clinton Group, Inc. its investment manager

By: /s/ Francis Ruchalski

Name: Francis Ruchalski
Title: Comptroller

CLINTON SPECIAL OPPORTUNITIES MASTER FUND, LTD.

By: Clinton Group, Inc. its investment manager

By: /s/ Francis Ruchalski

Name: Francis Ruchalski
Title: Comptroller

CLINTON LEXINGTON MASTER FUND, L.P.

By: Clinton Group, Inc. its investment manager

By: /s/ Francis Ruchalski

Name: Francis Ruchalski
Title: Comptroller

/s/ George E. Hall

George E. Hall

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SCHEDULE A

DIRECTORS AND EXECUTIVE OFFICERS OF CERTAIN REPORTING PERSONS

The following sets forth the name, position and principal occupation of each director and executive officer of CGI. Each such person is a citizen of the

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United States of America. The business address of each director and executive officer is 9 West 57th Street, 26th Floor, New York, New York 10019.

CLINTON GROUP, INC.

| Name | Position |
|----------------------|---|
| George E. Hall | Director and President |
| Francis A. Ruchalski | Director and Chief Financial Officer |
| Wendy Ruberti | General Counsel and Assistant Secretary |
| John L. Hall | Director |
| Hani K. Findakly | Director |

The following sets forth the name, citizenship, principal occupation and business address of each director of each of CMSF and CSO, and of the general partner of CLEX. There are no executive officers of CMSF, CSO and CLEX.

CLINTON MULTISTRATEGY MASTER FUND, LTD.

Jane Fleming is a citizen of the United Kingdom. Her principal occupation is Client Accountant of Queensgate Bank & Trust Company Ltd. Her business address is Queensgate Bank & Trust Company Ltd., Harbour Place, 5th Floor, 103 South Church Street, P.O. Box 30464 SMB, Grand Cayman, Cayman Islands.

Dennis Hunter is a citizen of the United Kingdom. His principal occupation is Director of Queensgate Bank & Trust Company Ltd. His business address is Queensgate Bank & Trust Company Ltd., Harbour Place, 5th Floor, 103 South Church Street, P.O. Box 30464 SMB, Grand Cayman, Cayman Islands.

Roger Hanson is a citizen of the United Kingdom. His principal occupation is director of dms Management Ltd. His business address is dms Management Ltd., P.O. Box 31910 SMB, Ansbacher House, 20 Genesis Close, Grand Cayman, Cayman Islands.

Blair Gauld is a citizen of New Zealand. His principal occupation is Director of Queensgate Bank & Trust Company Ltd. His business address is Queensgate Bank & Trust Company Ltd., Harbour Place, 5th Floor, 103 South Church Street, P.O. Box 30464 SMB, Grand Cayman, Cayman Islands.

CLINTON SPECIAL OPPORTUNITIES MASTER FUND, LTD.

Dennis Hunter's citizenship, principal occupation and business address are set forth above.

Roger Hanson's citizenship, principal occupation and business address are set forth above.

Cassandra Powell is a citizen of the Cayman Islands. Her principal occupation is Senior Manager of Queensgate Bank & Trust Company Ltd. Her business address is Queensgate Bank & Trust Company Ltd., Harbour Place, 5th Floor, 103 South Church Street, P.O. Box 30464 SMB, Grand Cayman, Cayman Islands.

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CLINTON LEXINGTON MASTER FUND, L.P.

Clinton GP, Inc., a Delaware limited liability company ("Clinton GP"), is the general partner of Clinton Lexington Master Fund, L.P. Clinton GP is controlled by George E. Hall. George E. Hall's citizenship, principal occupation and business address are set forth above.

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SCHEDULE B

TRANSACTIONS IN THE SHARES BY THE REPORTING PERSONS DURING THE PAST SIXTY DAYS

Clinton Multistrategy Master Fund, Ltd.

| Trade Date | Shares Purchased (Sold) | Price Per Share (\$) |
|------------|-------------------------|----------------------|
| ----- | ----- | ----- |
| 09/13/07 | (70,542) | 22.25 |
| 10/05/07 | 6,000 | 26.25 |
| 10/11/07 | 10,000 | 28.19 |
| 10/11/07 | (10,000) | 31.40 |
| 10/18/07 | 3,000 | 26.41 |
| 10/22/07 | 15,250 | 25.36 |
| 10/22/07 | 6,100 | 25.72 |
| 10/23/07 | 4,400 | 26.42 |
| 10/23/07 | (2,000) | 27.14 |
| 10/24/07 | (1,000) | 27.35 |
| 10/26/07 | 11,500 | 26.75 |
| 10/26/07 | 600 | 26.63 |
| 10/29/07 | (4,321) | 33.11 |
| 10/30/07 | 14,000 | 29.10 |
| 10/31/07 | (500) | 24.53 |
| 10/31/07 | 53,600 | 25.23 |
| 11/01/07 | 9,500 | 25.25 |
| 11/02/07 | 2,900 | 23.54 |

Clinton Special Opportunities Master Fund, Ltd.

| Trade Date | Shares Purchased (Sold) | Price Per Share (\$) |
|------------|-------------------------|----------------------|
| ----- | ----- | ----- |
| 09/10/07 | 2,000 | 17.65 |
| 09/13/07 | (27,034) | 21.98 |
| 09/13/07 | (10,000) | 21.82 |
| 09/13/07 | (7,700) | 22.25 |
| 09/14/07 | (17,000) | 22.94 |
| 09/17/07 | (20,000) | 23.28 |
| 10/01/07 | (16,050) | 25.32 |
| 10/01/07 | 100 | 23.25 |
| 10/01/07 | (21,000) | 25.43 |
| 10/02/07 | 17,500 | 26.00 |
| 10/02/07 | 2,140 | 26.42 |
| 10/05/07 | 32,500 | 26.43 |
| 10/09/07 | 15,000 | 26.91 |
| 10/12/07 | (1,100) | 29.00 |

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| | | |
|----------|---------|-------|
| 10/15/07 | 10,000 | 28.55 |
| 10/16/07 | 12,900 | 26.45 |
| 10/17/07 | 5,500 | 23.23 |
| 10/19/07 | 4,500 | 26.06 |
| 10/22/07 | 9,150 | 25.38 |
| 10/22/07 | 3,700 | 26.00 |
| 10/23/07 | (6,250) | 27.00 |
| 10/26/07 | 7,000 | 26.75 |
| 10/26/07 | 400 | 26.63 |
| 10/29/07 | (1,600) | 33.11 |
| 10/30/07 | 14,400 | 29.10 |
| 10/31/07 | (300) | 24.53 |
| 10/31/07 | 32,280 | 25.23 |
| 11/01/07 | 5,700 | 25.25 |
| 11/02/07 | 3,000 | 23.54 |

Clinton Lexington Master Fund, L.P.

| Trade Date | Shares Purchased (Sold) | Price Per Share (\$) |
|------------|-------------------------|----------------------|
| ----- | ----- | ----- |
| 09/06/07 | 5,200 | 18.42 |
| 09/10/07 | 2,000 | 17.65 |
| 09/11/07 | (10,000) | 19.25 |
| 09/11/07 | (6,934) | 19.60 |
| 09/13/07 | (7,266) | 21.98 |
| 09/13/07 | (5,000) | 21.82 |
| 09/20/07 | 13,000 | 20.40 |
| 09/20/07 | 18,000 | 20.41 |
| 09/21/07 | 16,500 | 21.23 |
| 09/24/07 | (4,650) | 22.17 |
| 09/26/07 | 4,000 | 21.39 |
| 09/27/07 | 16,200 | 22.01 |
| 10/01/07 | (16,050) | 25.32 |
| 10/01/07 | 100 | 25.25 |
| 10/01/07 | (9,100) | 25.43 |
| 10/02/07 | 17,500 | 26.00 |
| 10/03/07 | 40,000 | 26.70 |
| 10/03/07 | 1,000 | 27.20 |
| 10/04/07 | 10,000 | 25.80 |
| 10/05/07 | 32,500 | 26.43 |
| 10/11/07 | 10,000 | 28.19 |
| 10/11/07 | (10,000) | 31.40 |
| 10/11/07 | (8,000) | 31.68 |
| 10/15/07 | 2,000 | 27.88 |
| 10/16/07 | 12,900 | 26.45 |
| 10/17/07 | 5,500 | 23.23 |
| 10/18/07 | 1,000 | 26.41 |
| 10/19/07 | 4,500 | 26.06 |
| 10/22/07 | 6,100 | 25.38 |
| 10/22/07 | 2,400 | 25.72 |
| 10/23/07 | (6,250) | 27.00 |
| 10/26/07 | 5,000 | 26.75 |
| 10/26/07 | 200 | 26.63 |
| 10/29/07 | (2,500) | 33.11 |
| 10/31/07 | (200) | 24.53 |
| 10/31/07 | 21,400 | 25.23 |
| 11/01/07 | 3,900 | 25.25 |