

The forecast of the combined profit after taxation and minority interests but before extraordinary items of the Group for the year ending 31st December, 2003 is set out in the section headed “Financial information — Profit forecast” in this prospectus.

1. BASES AND ASSUMPTIONS

The forecast of the combined profit after taxation and minority interests (which includes a gain from disposal of properties of approximately HK\$12.3 million) but before extraordinary items of the Group for the year ending 31st December, 2003 prepared by the Directors is based on the audited financial statements of the Group for the eight months ended 31st August, 2003, unaudited management accounts of the Group for the two months ended 31st October, 2003 and a forecast of the results of the Group for the two months ending 31st December, 2003. The Directors are not aware of any extraordinary items which have arisen or are likely to arise during the year ending 31st December, 2003. The forecast has been prepared on the basis of the accounting policies consistent in all material aspects with those currently adopted by the Group as summarised in the accountants’ report, the text of which is set out in Appendix I to the prospectus and is based on the following principal assumptions:

1. There will be no material changes in the existing laws or regulations, government policies or political, legal (including changes in legislation or regulations or rules), fiscal or economic conditions in Hong Kong, Indonesia, or any of the countries in which the Group carries on business or to which it exports its products or from which it sources its products.
2. There will be no significant changes in the inflation, interest rates or exchange rate.
3. There will be no material change in the bases or rates of taxation or duties in Hong Kong, Indonesia, Mauritius, BVI and the Cayman Islands or any of the countries in which the Group operates or in which the Group companies are incorporated or registered.

2. COMFORT LETTERS

Set out as follows are texts of letters received by the Directors from the Company's auditors and reporting accountants, PKF, and from the Sponsor, CASH, in connection with the profit forecast of the Group for the year ending 31st December, 2003, for the purpose of incorporation in this prospectus.

(i) Letter from PKF

梁學濂會計師事務所



26th Floor, Citicorp Centre
18 Whitfield Road
Causeway Bay
Hong Kong

25th November, 2003

The Directors
Pan Sino International Holding Limited
Celestial Capital Limited

Dear Sirs,

We have reviewed the accounting policies and calculations adopted in arriving at the forecast of the combined profit after taxation and minority interests but before extraordinary items of Pan Sino International Holding Limited (the "Company") and its subsidiaries (collectively the "Group") for the year ending 31st December, 2003 (the "Forecast") as set out in the paragraph headed "Profit forecast" under the section headed "Financial Information" in the prospectus of the Company dated 25th November, 2003 (the "Prospectus").

The Forecast, for which the directors of the Company (the "Directors") are solely responsible, has been prepared by the Directors based on the audited combined financial statements of the Group for the eight months ended 31st August, 2003, the unaudited combined management accounts of the Group for the two months ended 31st October, 2003 and a forecast of the combined results of the Group for the remaining two months ending 31st December, 2003.

In our opinion, the Forecast, so far as the accounting policies and calculations are concerned, has been properly compiled on the bases made by the Directors and is presented on a basis consistent in all material respects with the accounting policies presently adopted by the Group as set out in our accountants' report dated 25th November, 2003, the text of which is set out in Appendix I of the Prospectus.

Yours faithfully,
PKF
Certified Public Accountants

(ii) Letter from CASH

CASH
Celestial Capital Limited
21st Floor, Low Block
Grand Millennium Plaza
181 Queen's Road Central
Hong Kong

25th November, 2003

The Directors
Pan Sino International Holding Limited
Pangeran Jayakarta Street No. 117, B.35, B.37 and B.39
Sawah Besar Village
Mangga Dua Selatan Sub-District
Jakarta Pusat Municipality
DKI Jakarta Province
Republic of Indonesia

Dear Sirs,

We refer to the forecast of the combined profit after taxation and minority interests but before extraordinary items of Pan Sino International Holding Limited (the “Company”) and its subsidiaries for the year ending 31st December, 2003 as set out in the Company’s prospectus dated 25th November, 2003 (the “Forecast”).

We have discussed with you the bases and assumptions upon which the Forecast has been made. We have also considered the letter dated 25th November, 2003 addressed to you and us from PKF relating to the accounting policies and calculations upon which the Forecast has been based. On the basis of the assumptions made by you and the accounting policies and calculations reviewed by PKF, we have formed the opinion that the Forecast, for which you as directors of the Company are solely responsible, has been made after due and careful enquiry.

Yours faithfully,
For and on behalf of
Celestial Capital Limited
Allen Mak
Managing Director