

The forecast of the combined profit attributable to the equity holders of the Company for the year ending 31 December 2007 is set out in the paragraph headed “Profit Forecast for the year ending 31 December 2007” under the section headed “Financial Information” in this prospectus.

#### 1. Bases and assumptions

The forecast of the combined profit attributable to the equity holders of the Company for the year ending 31 December 2007 prepared by the Directors is based on the audited combined results of the Group for the three months ended 31 March 2007, the unaudited combined results of the Group for the two months ended 31 May 2007 and a forecast of the combined results of the Group for the remaining seven months ending 31 December 2007. 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 this prospectus and is based on the following principal assumptions:

- There will be no material changes in the existing political, legal, fiscal, market or economic conditions in the PRC, in which the Group currently operates or which are otherwise material to our business;
- there will be no changes in legislation, regulations or rules in the PRC in which the Group operates or with which the Group has arrangements or agreements, which may materially adversely affect the Group’s business or operations;
- there will be no material changes in inflation rates, interest rates or foreign exchange rates from those currently prevailing in the context of the Group’s operations;
- there will be no material changes in the bases or applicable rates of taxation, surcharges or other government levies in the PRC in which the Group operates; there will be no wars, military incidents, pandemic diseases or natural disasters that would have a material impact on the Group’s business and operating activities; and
- the PRC Government will continue to adopt a moderate macroeconomic and monetary policies similar to those of 2006, in order to maintain a consistent rate of economic growth.

## 2. Letters

Set out below are texts of the letters, prepared for inclusion in this prospectus, received by the Directors from the Company's reporting accountants, KPMG, and from the Sponsor, BNP Paribas Capital (Asia Pacific) Limited, in connection with the forecast of the combined profit attributable to the equity holders of the Company for the year ending 31 December 2007, respectively.



8th Floor  
Prince's Building  
10 Chater Road  
Central  
Hong Kong

13 July 2007

The Directors

**Tiangong International Company Limited**  
**BNP Paribas Capital (Asia Pacific) Limited**

Dear Sirs

We have reviewed the accounting policies and calculations adopted in arriving at the forecast combined profit attributable to equity holders of the Tiangong International Company Limited (the "Company") and its subsidiaries (the "Group") for the year ending 31 December 2007 (the "Forecast"), for which the Directors of the Company (the "Directors") are solely responsible, as set out in Appendix III to the prospectus of the Company dated 13 July 2007 (the "Prospectus").

The Forecast has been prepared by the Directors based on the audited combined results of the Group for the three months ended 31 March 2007, the unaudited combined results of the Group for the two months ended 31 May 2007 and a forecast of the combined results of the Group for the remaining seven months ending 31 December 2007.

In our opinion, so far as the accounting policies and calculations are concerned, the Forecast has been properly compiled on the bases and assumptions adopted by the Directors as set out in section 1 of Appendix III to the Prospectus and is presented on a basis consistent in all material respects with the accounting policies normally adopted by the Group as set out in our accountants' report dated 13 July 2007, the text of which is set out in Appendix I to the Prospectus.

Yours faithfully

**KPMG**

Certified Public Accountants  
Hong Kong



**BNP PARIBAS**  
CORPORATE & INVESTMENT BANKING

**BNP Paribas Capital (Asia Pacific) Limited**

63/F Two International Finance Centre,  
8 Finance Street, Central, Hong Kong

13 July 2007

The Board of Directors  
Tiangong International Company Limited

Dear Sirs,

We refer to the forecast of the combined profit attributable to equity holders of Tiangong International Company Limited (the “Company”) and its subsidiaries (together the “Group”) for the year ending 31 December 2007 (the “Profit Forecast”) as set out in the paragraph headed “Profit Forecast for the year ending 31 December 2007” under the section headed “Financial Information” in the prospectus of the Company dated 13 July 2007.

The Profit Forecast, for which the directors of the Company (the “Directors”) are solely responsible, has been prepared by them based on the audited combined results of the Group for the three months ended 31 March 2007, the unaudited combined results of the Group for the two months ended 31 May 2007 and a forecast of the combined results of the Group for the remaining seven months ending 31 December 2007.

We have discussed with you the bases and assumptions upon which the Profit Forecast has been made. We have also considered the letter dated 13 July 2007 addressed to you and us from KPMG regarding the accounting policies and calculations upon which the Profit Forecast has been made.

On the basis of the foregoing and on the bases and assumptions made by you and the accounting policies and calculations adopted by you and reviewed by KPMG, we have formed the opinion that the Profit Forecast, for which you as the Directors are solely responsible, has been made after due and careful enquiry.

Yours faithfully  
For and on behalf of  
**BNP Paribas Capital (Asia Pacific) Limited**

**Isadora Li**  
*Head of Investment Banking — North Asia*