

德勤·關黃陳方會計師行

Certified Public Accountants
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**Deloitte
Touche
Tohmatsu**

TO THE MEMBERS OF CREDIT CARD DNA SECURITY SYSTEM (HOLDINGS) LIMITED
(FORMERLY STAR BIO-TECH (HOLDINGS) LIMITED)
(Incorporated in Bermuda with limited liability)

We have audited the financial statements on pages 10 to 47 which have been prepared in accordance with accounting principles generally accepted in Hong Kong.

Respective responsibilities of directors and auditors

The Company's directors are responsible for the preparation of financial statements which give a true and fair view. In preparing financial statements which give a true and fair view it is fundamental that appropriate accounting policies are selected and applied consistently.

It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

Basis of opinion

We conducted our audit in accordance with Statements of Auditing Standards issued by the Hong Kong Society of Accountants. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material misstatement. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements. We believe that our audit provides a reasonable basis for our opinion.

Opinion

In our opinion the financial statements give a true and fair view of the state of affairs of the Company and the Group as at 30th June, 2002 and of the loss and cash flows of the Group for the year then ended and have been properly prepared in accordance with the disclosure requirement of the Hong Kong Companies Ordinance.

Without qualifying our opinion we draw to your attention that as shown in note 9 to the financial statements, the consolidated income statement for the year ended 30th June, 2001 included a gain on disposal of Vincent Honour Limited of HK\$7,468,000. Prior to disposal, Vincent Honour Limited had been included in the financial statements on the basis of unaudited management accounts. Accordingly, we were unable to satisfy ourselves that the gain was fairly stated in the financial statements for the year ended 30th June, 2001.

Deloitte Touche Tohmatsu
Certified Public Accountants

Hong Kong, 29th October, 2002