

The estimate of the combined profit after taxation but before extraordinary items of the Group for the year ended 31 March 2003 is set out in the paragraph headed “Profit estimate, dividends and working capital” in the section headed “Financial information” on pages 127 to 128 of this prospectus.

(1) BASES

The Directors have prepared the estimated combined profit after taxation but before extraordinary items of the Group for the year ended 31 March 2003. The estimate has been prepared based on the audited combined results of the Group for the year ended 31 March 2002, audited results of the Group for the nine months ended 31 December 2002 and the unaudited management accounts of the Group for the three months ended 31 March 2003. The Directors are not aware of any extraordinary items which have arisen or are likely to arise for the year ended 31 March 2003. The estimate has been prepared on the basis of accounting policies consistent in all material respects with those presently adopted by the Group as summarised in the accountants’ report, the text of which is set out in Appendix I to this prospectus.

(2) LETTERS**(i) Letter from Moores Rowland**

Set out below is the text of the letter received by the Directors from the auditors and reporting accountants of the Company, Messrs. Moores Rowland, Chartered Accountants, Certified Public Accountants, in connection with the profit estimate of the Group for the year ended 31 March 2003 and prepared for the purpose of inclusion in this prospectus.



摩斯倫會計師事務所

34th Floor, The Lee Gardens
33 Hysan Avenue
Causeway Bay, Hong Kong
17 June 2003

The Directors
Ocean Grand Chemicals Holdings Limited
JS Cresvale Securities International Limited
Kingsway Capital Limited

Dear Sirs,

We have reviewed the accounting policies and calculations adopted in arriving at the estimate of the combined profit after taxation but before extraordinary items of Ocean Grand Chemicals Holdings Limited (the “Company”) and its subsidiaries (hereinafter collectively referred to as the “Group”) for the year ended 31 March 2003 (the “Estimate”), as set out in the paragraph headed “Profit estimate, dividends and working capital ” in the section headed “Financial information” in the prospectus of the Company dated 17 June 2003 (the “Prospectus”).

The Estimate, for which the directors of the Company are solely responsible, has been prepared by the directors of the Company based on the audited combined results of the Group for the nine months ended 31 December 2002 and the results shown in the unaudited combined management accounts of the Group for the three months ended 31 March 2003.

In our opinion, so far as the accounting policies and calculations are concerned, the Estimate has been properly compiled in accordance with the bases made by the directors of the Company as set out in part 1 of Appendix II to the Prospectus, and is presented on the basis consistent in all material respects with the accounting policies presently adopted by the Group as set out in our accountants’ report dated 17 June 2003, the text of which is set out in Appendix I to the Prospectus.

Yours faithfully
Moores Rowland
Chartered Accountants
Certified Public Accountants
Hong Kong

(ii) Letter from JS Cresvale and Kingsway Capital

Set out below is the text of the letter received by the Directors from JS Cresvale and Kingsway Capital in connection with the profit estimate of the Group for the year ended 31 March 2003.

JS CRESVALE**JS CRESVALE SECURITIES INTERNATIONAL LIMITED**

701-704A, 7th Floor
Asia Pacific Finance Tower
Citibank Plaza
3 Garden Road
Central
Hong Kong

**KINGSWAY CAPITAL LIMITED**

5th Floor, Hutchison House
10 Harcourt Road
Central
Hong Kong

17 June 2003

The Directors
Ocean Grand Chemicals Holdings Limited
Workshop Unit No. 5
5th Floor
Harbour Centre
Tower 1
No. 1 Hok Cheung Street
Hung Hom, Kowloon
Hong Kong

Dear Sirs,

We refer to the estimate of the combined profit after taxation but before extraordinary items of Ocean Grand Chemicals Holdings Limited (the "Company") and its subsidiaries for the year ended 31 March 2003 as set out in the prospectus dated 17 June 2003 (the "Estimate").

We have discussed with you the bases upon which the Estimate has been made. We have also considered the letter dated 17 June 2003 addressed to yourselves and ourselves from Moores Rowland relating to the accounting policies and calculations upon which the Estimate has been based. On the basis of the accounting policies and calculations reviewed by Moores Rowland, we have formed the opinion that the Estimate, 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
JS Cresvale Securities International Limited
Francis Yeung
Director

For and on behalf of
Kingsway Capital Limited
Simon Yick
Director