

The forecast combined profit attributable to equity holders of the Company for the year ending 31 December 2009 is set out in the section headed “Financial Information – Profit Forecast for the year ending 31 December 2009” in this prospectus.

(A) BASES

The Directors have prepared the forecast combined profit attributable to equity holders of the Company for the year ending 31 December 2009 based on the audited combined results of the Group for the six months ended 30 June 2009 and a forecast of the combined results of the Group for the remaining six months ending 31 December 2009.

The profit forecast has been prepared on the basis of the accounting policies consistent in all material respects 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.

(B) PRINCIPAL ASSUMPTIONS

Principal assumptions adopted by the Directors in the preparation of the profit forecast are as follows:

- a. there will be no significant changes in the Group’s structure;
- b. there will be no material changes in existing government policies, political, legal, regulatory, financial and economic conditions in the PRC;
- c. there will be no material changes in foreign currency exchange rates of Renminbi from those currently prevailing as at the Latest Practicable Date;
- d. there will be no material changes in the bases or rates of taxation applicable to the Group in the respective jurisdictions in which we operate;
- e. there will be no significant fluctuations in the inflation rate and interest rates of bank loans and deposits from those currently prevailing;
- f. the Directors do not expect any extraordinary items to occur during the forecast period; and
- g. the Group’s business and operation will not be materially and adversely affected by factors that are beyond its control (including those risk factors set out in the section headed “Risk Factors” in this prospectus).

(C) LETTER FROM THE REPORTING ACCOUNTANTS

The following is the text of a letter from Ernst & Young, Certified Public Accountants, Hong Kong, the reporting accountants of the Company, prepared for the purpose of incorporation in this prospectus in connection with the forecast combined profit attributable to equity holders of the Company for the year ending 31 December 2009.



18th Floor
Two International Finance Centre
8 Finance Street, Central
Hong Kong

30 September 2009

The Directors
Shenguan Holdings (Group) Limited

Macquarie Capital Securities Limited
China Merchants Securities (HK) Co., Limited

Dear Sirs,

We have reviewed the calculations of and accounting policies adopted in arriving at the forecast of the combined profit attributable to equity holders of Shenguan Holdings (Group) Limited (the “Company”, and its subsidiaries, hereinafter collectively referred to as the “Group”) for the year ending 31 December 2009 (the “Profit Forecast”) as set out in the section headed “Financial Information – Profit Forecast for the year ending 31 December 2009” in the prospectus of the Company dated 30 September 2009 (the “Prospectus”), for which the directors of the Company (the “Directors”) are solely responsible.

The Profit Forecast has been prepared by the Directors based on the audited combined results of the Group for the six months ended 30 June 2009 and a forecast of the combined results of the Group for the remaining six months ending 31 December 2009.

In our opinion, so far as the calculations and accounting policies are concerned, the Profit Forecast has been properly compiled in accordance with the bases and assumptions made by the Directors as set out in Appendix III to the Prospectus under the section headed “Profit Forecast” 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 30 September 2009, the text of which is set out in Appendix I to the Prospectus.

Yours faithfully,
Ernst & Young
Certified Public Accountants
Hong Kong

LETTERS FROM THE JOINT SPONSORS

The following is text of a letter prepared by the Joint Sponsors, for the purpose of incorporation in this prospectus, in connection with the forecast combined profit attributable to equity holders of our Company for the year ending 31 December 2009.



The Directors
Shenguan Holdings (Group) Limited

30 September 2009

Dear Sirs,

We refer to the forecast of the combined profit attributable to the equity holders of Shenguan Holdings (Group) Limited (the “Company”) for the year ending 31 December 2009 (the “Profit Forecast”) as set out in the prospectus issued by the Company dated 30 September 2009 (the “Prospectus”).

The Profit Forecast, for which you as the directors of the Company (the “Directors”) are solely responsible, has been prepared based on the audited combined accounts of the Company and its subsidiaries (hereinafter collectively referred to as the “Group”) for the six months ended 30 June 2009 and a forecast of the combined results of the Group for the remaining six months ending 31 December 2009.

We have discussed with you the bases and assumptions made by the directors of the Company as set out in Appendix III to the Prospectus upon which the Profit Forecast has been made. We have also considered the letter dated 30 September 2009 addressed to yourselves and ourselves from Ernst & Young, regarding the accounting policies and calculations upon which the Profit Forecast has been made.

On the basis of the information comprising the Profit Forecast and on the basis of the accounting policies and calculations adopted by you and reviewed by Ernst & Young, we are of the opinion that the Profit 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
Macquarie Capital Securities Limited
William Je
Senior Managing Director

Debora Cheng
Managing Director

For and on behalf of
China Merchants Securities (HK) Co., Limited
Tony Wu
Managing Director and
Head of Investment Banking Department

Leo Chan
Executive Director and
Co-Head of Investment Banking Department