

For illustrative purpose only, the unaudited pro forma financial information prepared in accordance with Rule 4.29 of the Listing Rules is set forth below to provide the prospective investors with further information on how the proposed listing might have affected the financial position of the Group after the completion of the Offering and how the proposed listing might have affected the unaudited pro forma forecast earnings per share.

The unaudited pro forma financial information is derived according to a number of adjustments. Although reasonable care has been exercised in preparing such information, prospective investors who read the information should bear in mind that these figures are inherently subject to adjustments and may not give a complete picture of the actual financial performance and condition of the Group during the Track Record Period or any further date.

The information set forth in this appendix does not form part of the accountants' reports prepared by KPMG, Certified Public Accountants, Hong Kong, the reporting accountants of the Company, as set forth in Appendices I and II of this prospectus, and is included herein for illustrative purposes only.

The unaudited pro forma financial information should be read in conjunction with the section headed "Financial Information" in this prospectus and the accountants' reports set forth in Appendices I and II of this prospectus.

(A) UNAUDITED PRO FORMA STATEMENT OF ADJUSTED NET TANGIBLE ASSETS

The following is the statement of unaudited pro forma adjusted net tangible assets per Share of the Company and its subsidiaries (the "Group") which has been prepared in accordance with Rule 4.29 of the Listing Rules for the purpose of illustrating the effect of the Offering as if the Offering had been completed on 30 June 2009. It is based on the net tangible assets of the Group attributable to the equity shareholders of the Company as at 30 June 2009 as shown in Appendix I to this prospectus. The statement has been prepared for illustrative purposes only and because of its nature, it may not give a true picture of the Group's financial condition on the completion of the Offering.

	Net tangible assets of the Group attributable to the equity shareholders of the Company <i>RMB'000</i> <i>(note (1))</i>	Estimated net proceeds from the Offering <i>RMB'000</i> <i>(note (2))</i>	Unaudited pro forma adjusted net tangible assets <i>RMB'000</i>	Unaudited pro forma adjusted net tangible assets per Share <i>RMB</i> <i>(note (3))</i>	Unaudited pro forma adjusted net tangible assets per Share <i>HK\$</i>
Based on the Offer Price of HK\$2.08 per share (being the lowest)	244,355	746,523	990,878	0.50	0.57
Based on the Offer Price of HK\$2.78 per share (being the highest)	<u>244,355</u>	<u>1,017,994</u>	<u>1,262,349</u>	<u>0.63</u>	<u>0.71</u>

Notes:

1. The net tangible assets of the Group attributable to the equity shareholders of the Company as at 30 June 2009 is based on the combined net assets as at 30 June 2009 excluding intangible assets and goodwill as at 30 June 2009 extracted from the Group's accountants' report as set out in Appendix I to this prospectus.
2. The estimated net proceeds of the Offering are based on the Offer Price of HK\$2.08 and HK\$2.78 per Share, after deduction of underwriting fees and other related expenses payable by the Company. No account has been taken of any shares which may be allotted and issued upon exercise of the Share Option Scheme or the Over-allotment Option.
3. The unaudited pro forma adjusted net tangible assets per Share is arrived at after the adjustments referred to in the preceding paragraph and on the basis of a total of 2,000,000,000 shares that are expected to be in issue immediately following the completion of the Offering, but takes no account of any shares which may be allotted and issued upon the exercise of the Over-allotment Option or any options that may be granted under the Share Option Scheme or any shares that may be allotted and issued or repurchased by the Company pursuant to the general mandates for the allotment and issue or repurchase of the shares referred to under "Repurchase by the Company of Shares" in Appendix VII to this prospectus.
4. Details of valuation of the Group's properties interest as at 31 October 2009 are set out in Appendix V to this prospectus. The Group will not incorporate the revaluation surplus or deficit in its financial statements for the year ending 31 December 2009. It is the Group's accounting policy to state its interests in leasehold land held for own use under operating leases and property, plant and equipment at cost less accumulated depreciation/amortisation and any impairment loss in accordance with HKAS 16 "Property, plant and equipment" and HKAS 36 "Impairment of assets", rather than at revalued amounts. The impairment reviews performed by the Company as at 31 October 2009 did not indicate the need to recognise any impairment loss for its interests in leasehold land held for own use under operating leases and property, plant and equipment. With reference to the valuation of the Group's property interests as set out in Appendix V to this prospectus, there was a revaluation surplus of the Group's properties of approximately RMB55.46 million as extracted from the section. If the revaluation surplus was incorporated in the Group's financial statements for the year ending 31 December 2009, additional depreciation of approximately RMB3.64 million per annum would have been incurred.

(B) UNAUDITED PRO FORMA FORECAST EARNINGS PER SHARE

The following unaudited pro forma forecast basic earnings per Share for the year ending 31 December 2009 has been prepared on the basis of the notes set out below for the purpose of illustrating the effect of the Offering as if it had taken place on 1 January 2009. The unaudited pro forma forecast basic earnings per Share has been prepared for illustrative purposes only and, because of its nature, it may not give a true picture of the financial results of the Group following the Offering.

Unaudited forecast combined profit attributable to the equity shareholders of the Company for the year ending 31 December 2009 (<i>note (1)</i>)	Not less than RMB421 million
Unaudited pro forma forecast basic earnings per Share (<i>note (2)</i>)	Not less than RMB0.211

Notes:

1. The unaudited forecast combined profit attributable to equity shareholders of the Company for the year ending 31 December 2009 is extracted from the section headed "Financial Information — Profit Forecast". The basis and assumptions on which the unaudited profit forecast has been prepared are set out in Appendix IV to this prospectus.
2. The calculation of the unaudited pro forma forecast basic earnings per Share is based on the unaudited forecast combined profits attributable to equity shareholders of the Company for the year ending 31 December 2009 assuming that the Company had been listed on the Main Board of The Stock Exchange of Hong Kong Limited since 1 January 2009 and a total of 2,000,000,000 shares had been in issue during that financial year, but does not take into account any shares which may be allotted and issued upon the exercise of the Over-allotment Option or any options that may be granted under the Share Option Scheme or any options that may be allotted and issued or repurchased by the Company pursuant to the general mandates for the allotment and issue or repurchase of the shares referred to under "Repurchase by the Company of Shares" in Appendix VII to this prospectus.

(C) COMFORT LETTER ON THE UNAUDITED PRO FORMA FINANCIAL INFORMATION

The following is the text of a report, prepared for the sole purpose of inclusion in this prospectus, received from the reporting accountants of the Company, KPMG, Certified Public Accountants, Hong Kong, in respect of the Group's unaudited pro forma financial information:



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

14 December 2009

The Board of Directors
Hontex International Holdings Company Limited

Dear Sirs,

We report on the unaudited pro forma financial information (the "Unaudited Pro Forma Financial Information") of the Company and its subsidiaries ("the Group") set out in Parts A and B of Appendix III of the prospectus dated 14 December 2009 ("the Prospectus"), which has been prepared by the directors of the Company solely for illustrative purposes to provide information about how the offering of the Company's shares might have affected the financial information presented. The basis of preparation of the Unaudited Pro Forma Financial Information is set out in Parts A and B of Appendix III of the Prospectus.

Responsibilities

It is the responsibility solely of the directors of the Company to prepare the Unaudited Pro Forma Financial Information in accordance with Paragraph 4.29 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the "Listing Rules") and with reference to Accounting Guideline 7 "Preparation of Pro Forma Financial Information for Inclusion in Investment Circulars" issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

It is our responsibility to form an opinion, as required by Paragraph 4.29(7) of the Listing Rules, on the Unaudited Pro Forma Financial Information and to report our opinion to you. We do not accept any responsibility for any reports previously given by us on any financial information used in the compilation of the Unaudited Pro Forma Financial Information beyond that owed to those to whom those reports were addressed by us at the dates of their issue.

Basis of opinion

We conducted our work in accordance with Hong Kong Standard on Investment Circular Reporting Engagements ("HKSIR") 300 "Accountants' Report on Pro Forma Financial Information in Investment Circulars" issued by the HKICPA. Our work consisted primarily of comparing the unadjusted financial

information with the source documents, considering the evidence supporting the adjustments and discussing the Unaudited Pro Forma Financial Information with the directors of the Company. The engagement did not involve independent examination of any of the underlying financial information.

Our work did not constitute an audit or review made in accordance with Hong Kong Standards on Auditing or Hong Kong Standards on Review Engagements issued by the HKICPA, and accordingly, we do not express any such audit or review assurance on the Unaudited Pro Forma Financial Information.

We planned and performed our work so as to obtain the information and explanations we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Unaudited Pro Forma Financial Information has been properly compiled by the directors of the Company on the basis stated, that such basis is consistent with the accounting policies of the Company and that the adjustments are appropriate for the purposes of the Unaudited Pro Forma Financial Information as disclosed pursuant to paragraph 4.29(1) of the Listing Rules.

The Unaudited Pro Forma Financial Information is for illustrative purposes only, based on the judgements and assumptions of the directors of the Company, and because of its hypothetical nature, it does not provide any assurance or indication that any event will take place in the future and may not be indicative of:

- the financial position of the Group as at 30 June 2009 or any future date; or
- the earnings per share of the Group for the year ending 31 December 2009 or any future periods.

We make no comments regarding the reasonableness of the amount of net proceeds from the issuance of the Company's shares, the application of those net proceeds, or whether such use will actually take place as described in the section headed "Future Plans and Use of Proceeds" set out in of the Prospectus.

Opinion

In our opinion:

- (a) the Unaudited Pro Forma Financial Information has been properly compiled by the directors of the Company on the basis stated;
- (b) such basis is consistent with the accounting policies of the Company; and
- (c) the adjustments are appropriate for the purposes of the Unaudited Pro Forma Financial Information as disclosed pursuant to Paragraph 4.29(1) of the Listing Rules.

Yours faithfully,
KPMG
Certified Public Accountants
Hong Kong