

*Set out below is the text of the accountants' report prepared by Ernst & Young:*



15th Floor  
Hutchison House  
10 Harcourt Road  
Central  
Hong Kong

19th February, 2002

The Directors  
China Treasure (Greater China) Investments Limited  
Dao Heng Securities Limited

Dear Sirs,

China Treasure (Greater China) Investments Limited (the “Company”) was incorporated in the Cayman Islands on 14th September, 2001 as an exempted company with limited liability under the Companies Law of the Cayman Islands.

The Company has not conducted any business transactions since its date of incorporation apart from changes in share capital of the Company as set out in the subsection headed “Changes in share capital” in Appendix III to the prospectus of the Company dated 19th February, 2002. Incorporation expenses amounting to approximately US\$2,400 (equivalent to approximately HK\$18,720) were borne by a shareholder of the Company. No audited financial statements or management accounts have been prepared up to the date of this report.

Yours faithfully,  
**Ernst & Young**  
*Certified Public Accountants*  
Hong Kong