

The forecast of the combined profit after taxation and minority interests but before extraordinary items of the Group for the year ending 28 February 2005 is set out in the section headed “Financial information — Profit forecast” in this prospectus.

1. BASES AND ASSUMPTIONS

The forecast of the combined profit after taxation and minority interests but before extraordinary items of the Group for the year ending 28 February 2005 prepared by the Directors based on the audited accounts of the Group for the six months ended 31 August 2004, unaudited management accounts of the Group for the four months ended 31 December 2004 and a forecast of the results of the Group for the remaining two months ending 28 February 2005. The Directors are not aware of any extraordinary items which have arisen or are likely to arise during the year ending 28 February 2005. The 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 and is based on the following principal assumptions:

- (a) there will be no material changes in existing government policies or political, legal (including changes in legislation or regulations or rules), fiscal, market or economic conditions in any of the countries, regions or industries in which the Group operates, where the Group’s customers carry out business, to where the Group exports its products or from which it imports its raw materials;
- (b) there will be no significant fluctuations in currency exchange rates, interest rates and tariffs and duties in the respective countries in which the Group operates;
- (c) there will be no material changes in the bases or rates of taxation applicable to the Group in the respective jurisdictions in which they operate;
- (d) the Group is not materially and adversely affected by any of the risk factors set out in the section headed “Risk factors” in this prospectus; and
- (e) the Group’s operation and business will not be severely interrupted by any force majeure events or unforeseeable factors or any unforeseeable reasons that are beyond the control of the Directors, including but not limited to the occurrence of natural disasters or catastrophes (such as floods and typhoons), epidemics or serious accidents.

2. LETTERS

Set out below are texts of the letters, prepared for inclusion in this prospectus, received by the Directors from the Company's reporting accountants, PricewaterhouseCoopers, and from the Sponsors in connection with the forecast of the combined profit after taxation and minority interests but before extraordinary items of the Group for the year ending 28 February 2005, respectively.

(i) Letter from PricewaterhouseCoopers

PRICEWATERHOUSECOOPERS 

羅兵咸永道會計師事務所

PricewaterhouseCoopers
22nd Floor, Prince's Building
Central, Hong Kong

22 February 2005

The Directors
I.T Limited
CLSA Equity Capital Markets Limited

Dear Sirs,

We have reviewed the calculations of and accounting policies adopted in arriving at the forecast of the combined profit after taxation and minority interests but before extraordinary items of I.T Limited ("the Company") and its subsidiaries (collectively referred to in this letter as "the Group") for the year ending 28 February 2005 ("the Profit Forecast") as set out in the section headed "Financial information — Profit forecast" in the prospectus of the Company dated 22 February 2005 ("the Prospectus").

We conducted our work in accordance with the Auditing Guideline 3.341 "Accountants' report on profit forecasts" issued by the Hong Kong Institute of Certified Public Accountants.

The Profit Forecast, for which the Directors of the Company are solely responsible, has been prepared by them based on the audited combined results of the Group for the six months ended 31 August 2004, the unaudited combined results based on management accounts for the four months ended 31 December 2004 and a forecast of the combined results of the Group for the remaining two months ending 28 February 2005, on the basis that the current Group structure had been in existence throughout the whole financial year ending 28 February 2005.

In our opinion, the Profit Forecast, so far as the calculation and accounting policies are concerned, has been properly compiled in accordance with the bases and assumptions made by the Directors of the Company as set out on page III-1 of the Prospectus, and is presented on a basis consistent in all material respects with the accounting policies presently adopted by the Group as set out in our Accountants' Report dated 22 February 2005, the text of which is set out in Appendix I of the Prospectus.

Yours faithfully,
PricewaterhouseCoopers
Certified Public Accountants
Hong Kong

(ii) Letter from the Sponsor



22 February 2005

The Directors

I.T Limited

Dear Sirs,

We refer to the forecast of the combined profit after taxation and minority interests but before extraordinary items of I.T Limited (the "Company") and its subsidiaries (together the "Group"), for the year ending 28 February 2005 (the "Forecast") for which the directors of the Company are solely responsible. The Forecast has been prepared by the directors of the Company based on the audited combined accounts of the Group for the six months ended 31 August 2004, unaudited combined management accounts of the Group for the four months ended 31 December 2004 and a forecast of the combined results of the Group for the remaining two months ending 28 February 2005 on the basis that the current Group structure has been in existence throughout the whole financial year ending 28 February 2005.

We have discussed with you the bases upon which the Forecast has been made. We have also considered, the letter dated 22 February 2005 addressed to you and ourselves from PricewaterhouseCoopers regarding the accounting policies upon which the Forecast has been made.

On the basis of the foregoing, the bases adopted by you and the accounting policies and calculations adopted by you and reviewed by PricewaterhouseCoopers, we are of the opinion that the Forecast, for which you as directors of the Company are solely responsible, has been made after due and careful consideration.

Yours faithfully,
For and on behalf of
CLSA Equity Capital Markets Limited
Wilson Kwong
Authorised signatory