

The forecast of the Net Profit for the year ending 31 December 2006 is set out in the paragraph headed "Profit forecast" under the section headed "Financial information" in this prospectus:

1. BASES AND ASSUMPTIONS

The Directors have prepared the forecast of the Net Profit for the year ending 31 December 2006 based on the audited results of the Group for the six months ended 30 June 2006, the unaudited management accounts of the Group for the four month ended 31 October 2006, and forecast of the results for the remaining two months ending 31 December 2006. The forecast has been prepared on the basis of the accounting policies consistent in all material respects with those normally adopted by the Group as summarised in the accountants' report, the text of which is set out in Appendix I to this prospectus.

The Directors have adopted the following assumptions in the preparation of the profit forecast:

- (i) there will be no material changes in the existing political, legal, fiscal or economic conditions in Hong Kong and the PRC or any of the regions in which the Group carries on its business;
- (ii) there will be no material changes in the bases or rates of tax applicable to the Group's business;
- (iii) there will be no material changes in the interest rates or foreign currency exchange rates from those currently prevailing;
- (iv) there will be no material changes in the laws or regulations applicable to the Group's business;
- (v) there will be no other circumstances beyond the control of the Group, such as the outbreak of epidemics, terrorists' attack and labour disputes, which may have material and adverse effects on the Group's operations and results; and
- (vi) there will be no restriction or other issue which results the Group from being unable to renew the leases for its retail outlets on favourable terms upon respective expiries.

2. LETTERS

Set out below are texts of letters received by the Directors from Ernst & Young and Taifook Capital in connection with the forecast of Net Profit for the year ending 31 December 2006 and prepared for the purpose of inclusion in this prospectus:

(i) Letter from Ernst & Young



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

5 December 2006

The Board of Directors
Embry Holdings Limited
Taifook Capital 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 Embry Holdings Limited (the "Company") in respect of the Company and its subsidiaries (hereafter collectively referred to in this letter as the "Group") for the year ending 31 December 2006 (the "Forecast") as set out in the paragraph headed "Profit Forecast" under the section headed "Financial Information in the prospectus of the Company dated 25 November 2006 (the "Prospectus"), for which you as directors of the Company (the "Directors") are solely responsible. The Forecast has been prepared by the Directors based on the unaudited combined results of the Group for the four months ended 31 October 2006 and a forecast of the combined results of the Group for the two months ending 31 December 2006.

In our opinion, the Forecast, so far as the calculations and accounting policies are concerned, has been properly compiled in accordance with the bases and assumptions made by the Directors as set out in Section 1 of Appendix II to the Prospectus, and is presented on a basis consistent in all material respects with the accounting policies currently adopted by the Group as set out in our Accountants' Report dated 5 December 2006.

Yours faithfully,
Ernst & Young
Certified Public Accountants
Hong Kong

(ii) Letter from Taifook Capital



Taifook Capital Limited
25th Floor, New World Tower
16-18 Queen's Road Central
Hong Kong

5 December 2006

The Board of Directors
Embry Holdings Limited

Dear Sirs,

We refer to the forecast of the Net Profit of Embry Holdings Limited (the "Company") and its subsidiaries for the year ending 31 December 2006 as set out in the prospectus dated 5 December 2006 issued by the Company (the "Forecast").

We have discussed with you the bases and assumptions upon which the Forecast has been made. We have also considered the letter dated 5 December 2006 addressed to yourselves and ourselves from Ernst & Young, regarding the accounting policies and calculations upon which the Forecast has been made.

On the basis of the foregoing, the bases and assumptions made by you and the accounting policies and calculations reviewed by Ernst & Young, 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 enquiry.

Yours faithfully,
For and on behalf of
Taifook Capital Limited
Derek C. O. Chan
Managing Director