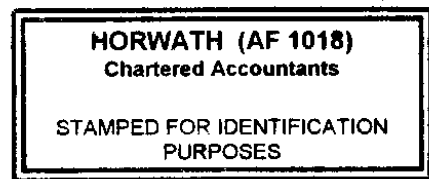


11. FINANCIAL INFORMATION (Cont'd)



SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")

PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)

4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)

4.3 PROFORMA ADJUSTMENTS TO THE PROFORMA CONSOLIDATED BALANCE SHEETS

4.3.1 Proforma I

Share split entails the subdivision of every one (1) ordinary share of RM1.00 in Sanichi into ten (10) ordinary shares of RM0.10 each.

4.3.2 Proforma II

Proforma II incorporates the effects of Proforma I and the acquisitions of the following companies by Sanichi:-

- (i) the entire issued and paid-up share capital of SPMSB comprising 350,000 ordinary shares of RM1.00 each for a total purchase consideration of RM8,300,000 satisfied by the issuance of 83,000,000 new ordinary shares of RM0.10 each in Sanichi at an issue price of RM0.10 per share; and
- (ii) the entire issued and paid-up share capital of APSB comprising 2 ordinary shares of RM1.00 each for a total purchase consideration of RM2 satisfied by cash.

4.3.3 Proforma III

Proforma III incorporates the effects of Proforma II and the public issue of 30,499,980 new ordinary shares of RM0.10 each at an issue price of RM0.52 per ordinary share ("Public Issue") which will be allocated and allotted in the following manner:-

- (i) 3,000,000 new ordinary shares of RM0.10 each for application by the Malaysian public;
- (ii) 25,000,000 new ordinary shares of RM0.10 each for placement to identified investors; and
- (iii) 2,499,980 new ordinary shares of RM0.10 each for application by eligible directors, employees and business associates of the Sanichi Group.

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")

PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)

4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)

4.3 PROFORMA ADJUSTMENTS TO THE PROFORMA CONSOLIDATED BALANCE SHEETS (CONT'D)

4.3.4 Proforma IV

Proforma IV incorporates the effects of Proforma III with gross proceeds of RM15,859,990 raised from the Public Issue which are assumed to be utilised in the following manner:-

	RM'000
Research and development expenditure	2,000
Capital expenditure	4,000
Repayment of bank borrowings	4,000
Estimated listing expenses	1,700
Working capital	4,160
Total	<u>15,860</u>

The estimated listing expenses of RM1,700,000 have been debited against the share premium account whilst the research and development expenditure and working capital portion are shown under cash and bank balances in the proforma consolidated balance sheet.

4.4 PROPERTY, PLANT AND EQUIPMENT

	Cost RM'000	Accumulated Depreciation RM'000	Net Book Value RM'000
Freehold land	150	-	150
Leasehold land	900	(45)	855
Buildings	2,909	(108)	2,801
Plant and machinery	8,586	(3,349)	5,237
Furniture, fittings, office equipment and motor vehicles	875	(402)	473
As at 28 February 2006/ As per Proforma II/III	<u>13,420</u>	<u>(3,904)</u>	<u>9,516</u>
Capital expenditure	4,000	-	4,000
As per Proforma IV	<u>17,420</u>	<u>(3,904)</u>	<u>13,516</u>

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")

PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)

4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)

4.4 PROPERTY, PLANT AND EQUIPMENT (CONT'D)

The net book value of property, plant and equipment of the Proforma Group which have been pledged to licensed banks for banking facilities are as follows:-

	RM'000
Freehold land	150
Leasehold land	855
Buildings	2,801
Plant and machinery	1,725
	<u>5,531</u>

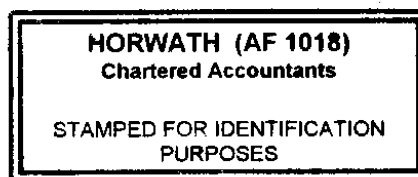
Included in the net book value of the property, plant and equipment of the Proforma Group are the following assets acquired under hire purchase terms:-

	RM'000
Motor vehicles	7
Plant and machinery	3,796
	<u>3,803</u>

4.5 INVENTORIES

	RM'000
At cost:-	
Raw materials	201
Work-in-progress	54
	<u>255</u>

None of the inventories are carried at net realisable value.

11. FINANCIAL INFORMATION (Cont'd)**SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")****PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)****4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)****4.6 TRADE RECEIVABLES**

	RM'000
Trade receivables	9,031
Allowance for doubtful debts	(143)
	<u>8,888</u>

The Proforma Group's normal trade credit terms range from 30 to 60 days. Other credit terms are assessed and varied on a case-by-case basis.

The foreign currency exposure profile of trade receivables is as follows:-

	RM'000
Singapore Dollar	810
United States Dollar	1,427
	<u>2,237</u>

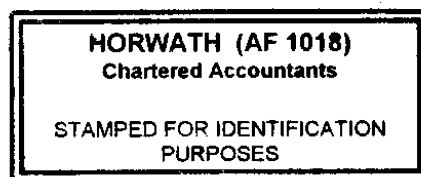
4.7 OTHER RECEIVABLES, DEPOSITS AND PREPAYMENTS

	RM'000
Other receivables	71
Deposits	34
Prepayments	404
	<u>509</u>

4.8 AMOUNTS OWING BY/(TO) DIRECTORS

The amounts owing by/(to) directors are unsecured, interest-free and not subject to fixed terms of repayment.

11. FINANCIAL INFORMATION (Cont'd)


SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")
PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)
4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)
4.9 FIXED DEPOSITS WITH LICENSED BANKS

Included in the fixed deposits are the followings:-

- (i) RM92,500 have been pledged for bankers' guarantees issued on behalf of the Proforma Group in favour of third parties; and
- (ii) RM1,024,650 have been pledged as securities for bank borrowings.

The fixed deposits bear effective average effective interest rate at 3.55% per annum and have maturity period of 12 months.

4.10 CASH AND BANK BALANCES

	RM'000
As at 28 February 2006/ As shown in Proforma I	*
Add: Cash inflow on acquisition of subsidiaries	631
As per Proforma II	631
Add: Proceeds from Public Issue	15,860
As per Proforma III	16,491
Less: Utilisation of proceeds:-	
Estimated listing expenses	(1,700)
Repayments of banking borrowings	(4,000)
Capital expenditure	(4,000)
As per Proforma IV	6,791

* This represents cash in hand of RM2.00

The foreign currency exposure profile of cash and bank balances at 28 February 2006 is as follows:-

	RM'000
Euro	3

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018) Chartered Accountants

STAMPED FOR IDENTIFICATION PURPOSES
--

SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")
PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)
4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)
4.11 TRADE PAYABLES

The normal trade credit terms granted to the Proforma Group range from 60 to 90 days.

The foreign currency exposure profile of trade payables is as follows:-

	RM'000
Singapore Dollar	<u>12</u>

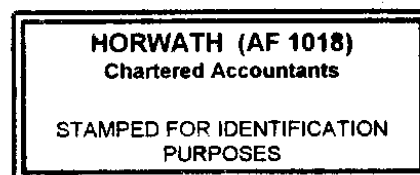
4.12 OTHER PAYABLES AND ACCRUALS

	RM'000
Other payables	163
Payroll liabilities	231
Accrued expenses	28
	<u>422</u>

4.13 SHORT TERM BORROWINGS

	RM'000
Bankers' acceptances	4,274
Hire purchase payables (Note 4.14)	837
Term loans (Note 4.15)	420
As at 28 February 2006/ As per Proforma II/III	<u>5,531</u>
Repayment of term loans	(420)
As per Proforma IV	<u>5,111</u>

11. FINANCIAL INFORMATION (Cont'd)


SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")
PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)
4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)
4.13 SHORT TERM BORROWINGS (CONT'D)

Bankers' acceptances are drawn for a period of up to 119 days. Interest are charged at 3.60% per annum.

Bankers' acceptances are secured as follows:-

- (i) by the joint and several guarantees of certain directors of the Proforma Group;
- (ii) by way of legal charges over the Proforma Group's landed properties, plant and machinery;
- (iii) by way of fixed and floating charges over the Proforma Group's assets;
- (iv) by a pledge of fixed deposits of the Proforma Group; and
- (v) by way of guarantee from Credit Guarantee Corporation Malaysian (CGC).

4.14 HIRE PURCHASE PAYABLES

	RM'000
Minimum hire purchase payments:-	
- not later than one year	916
- later than one year and not later than five years	692
	1,608
Less : Future finance charges	(106)
Present value of hire purchase liabilities	1,502
Current:	
- not later than one year (Note 4.13)	837
Non-current:	
- later than one year and not later than five years (Note 4.18)	665
	1,502

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")**PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)****4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)****4.14 HIRE PURCHASE PAYABLES (CONT'D)**

The hire purchase liabilities bore interest at the balance sheet date of between 9.15% to 9.16% per annum.

4.15 TERM LOANS

	RM'000
Current portion:	
- repayable within one year (Note 4.13)	420
Non-current portion:	
- repayable between one and two years	452
- repayable between two and five years	1,047
- repayable more than five years	1,567
Total non-current portion (Note 4.18)	<u>3,066</u>
As at 28 February 2006/ As per Proforma II/III	<u>3,486</u>
Repayment of term loans	(3,444)
As per Proforma IV	<u><u>42</u></u>

Details of the repayment terms are as follows:-

Term loan	Number of Monthly Installments	Monthly Installment RM	Date of Commencement of Repayment
1	120	2,485	February 2001
2	120	15,728	January 2005
3	96	13,632	May 2005
4	48	8,734	June 2005
5	48	12,726	June 2005
6	48	4,740	July 2005
7	120	28,387	December 2005

The term loans bear interest at rates ranging from 6.85% to 8.30% per annum and are secured in the same manner as the short term borrowings as disclosed in Note 4.13.

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")

PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)

4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)

4.16 SHARE CAPITAL

	Par value	Number of ordinary shares	Amount of share capital RM
AUTHORISED:			
Upon incorporation on 5 August 2004	RM1.00	100,000	100,000
Share split	RM0.10	900,000	-
After Share split	RM0.10	1,000,000	100,000
Creation during the period	RM0.10	249,000,000	24,900,000
	RM0.10	<u>250,000,000</u>	<u>25,000,000</u>
ISSUED AND FULLY PAID:			
Upon incorporation on 5 August 2004	RM1.00	2	2
Share split	RM0.10	18	-
As per Proforma I	RM0.10	20	2
Share issued pursuant to acquisitions	RM0.10	83,000,000	8,300,000
As per Proforma II	RM0.10	83,000,020	8,300,002
Public Issue	RM0.10	30,499,980	3,049,998
As per Proforma III/IV	RM0.10	<u>113,500,000</u>	<u>11,350,000</u>

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018) Chartered Accountants
--

STAMPED FOR IDENTIFICATION PURPOSES
--

SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")**PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)****4. PROFORMA CONSOLIDATED BALANCE SHEETS OF SANICHI GROUP (CONT'D)****4.17 SHARE PREMIUM**

The movements in the share premium account are as follows:-

	RM'000
As at 28 February 2006 / As per Proforma I/II	-
Public Issue	12,810
As per Proforma III	12,810
Estimated listing expenses	(1,700)
As per Proforma IV	<u>11,110</u>

The share premium is not distributable by way of cash dividends and may be utilised only in the manner set out in Section 60(3) of the Companies Act, 1965.

4.18 LONG TERM BORROWINGS

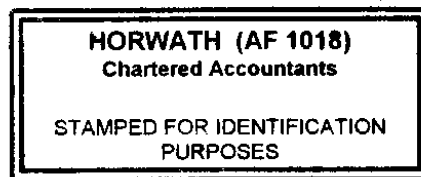
	RM'000
Hire purchase payables (Note 4.14)	665
Term loans (Note 4.15)	3,066
As at 28 February 2006/ As per Proforma II/III	<u>3,731</u>
Repayment of term loans	(3,024)
As per Proforma IV	<u>707</u>

4.19 DEFERRED TAXATION

Deferred tax assets and liabilities are attributable to the following items:-

	RM'000
Deferred tax liabilities	
- Accelerated capital allowances	469
Deferred tax assets	
- Allowance for doubtful debts	(40)
- Unabsorbed capital allowances	(3)
	<u>(43)</u>
	<u>426</u>

11. FINANCIAL INFORMATION (Cont'd)



SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")

PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)

5. PROFORMA STATEMENT OF ASSETS AND LIABILITIES

The proforma statement of assets and liabilities of Sanichi Group at 28 February 2006 are prepared based on the audited financial statement of Sanichi, SMPSB and AP SB as at 28 February 2006 and has been reflected under Proforma II of the Proforma Consolidated Balance Sheets of Sanichi Group under Section 4.

The Proforma Group's statement of assets and liabilities should be read in conjunction with the accompanying notes on the Proforma Consolidated Balance Sheets of Sanichi Group under Section 4.

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")

PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)

6. PROFORMA CONSOLIDATED CASH FLOW STATEMENTS OF SANICHI GROUP

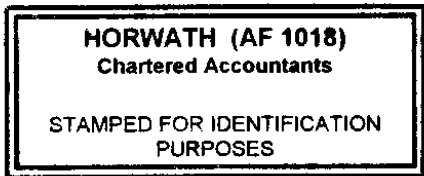
	Proforma Group Eight (8) months period ended 28 February	
Note	2005 RM'000	2006 RM'000
	(Unaudited)	
CASH FLOWS (FOR)/FROM OPERATING ACTIVITIES		
Profit before taxation	2,457	3,134
Adjustments for:-		
Allowances for doubtful debts	-	143
Depreciation of property, plant and equipment	708	1,025
Gain on foreign exchange - unrealised	-	(70)
Interest expenses	229	488
Interest income	(19)	(22)
Loss on disposal of plant and equipment	23	-
Operating profit before working capital changes	3,398	4,698
Decrease/(increase) in inventories	928	(97)
Increase in trade and other receivables	(3,746)	(2,535)
(Increase)/decrease in amount owing by a director	(144)	6
Increase/(decrease) in trade and other payables	524	(413)
(Decrease)/increase in progress billings	(1,315)	2
Decrease in amounts owing to directors	(2)	(20)
CASH (FOR)/FROM OPERATIONS	(357)	1,641
Interest paid	(229)	(488)
Income tax paid	(110)	(162)
NET CASH (FOR)/FROM OPERATING ACTIVITIES	(696)	991
CASH FLOWS FOR INVESTING ACTIVITIES		
Interest received	19	22
Purchase of plant and equipment	(834)	(726)
Proceeds from disposal of plant and equipment	105	-
NET CASH FOR INVESTING ACTIVITIES	(710)	(704)
CASH FLOWS FROM FINANCING ACTIVITIES		
Net drawdown of bankers' acceptances	1,243	1,695
Repayment of hire purchases obligation	(621)	(555)
Repayment of term loans	(123)	(52)
NET CASH FROM FINANCING ACTIVITIES	499	1,088
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS	(907)	1,375
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE FINANCIAL PERIOD	144	(160)
CASH AND CASH EQUIVALENTS AT END OF THE FINANCIAL PERIOD 6.1	(763)	1,215

* The Proforma Consolidated Cash Flow Statement for the eight (8) months period ended 28 February 2005, is not audited and is included for comparison purpose only.

Note:-

The proforma consolidated cash flow statements of Sanichi Group have been prepared before taking into account the proceeds from the proposed Public Issue.

11. FINANCIAL INFORMATION (Cont'd)



SANICHI TECHNOLOGY BERHAD ("SANICHI") AND ITS SUBSIDIARIES ("SANICHI GROUP")

PROFORMA CONSOLIDATED FINANCIAL INFORMATION (CONT'D)

6. PROFORMA CONSOLIDATED CASH FLOW STATEMENTS OF SANICHI GROUP (CONT'D)

6.1 CASH AND CASH EQUIVALENTS

	RM'000
Cash and bank balances	631
Fixed deposits with licensed banks	1,139
Bank overdrafts	(555)
	<u>1,215</u>

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

11. FINANCIAL INFORMATION (Cont'd)**11.16 FUTURE FINANCIAL INFORMATION**

The Directors estimate and forecast that the consolidated profit of Sanichi for the FYE 30 June 2006 and FYE 30 June 2007, which have been prepared based on bases and accounting principles consistent with those previously adopted in the preparation of the audited financial statements of Sanichi, SPMSB and APSB for the financial period ended 28 February 2006, to be as set out below. The consolidated profit estimate and forecast of the Group should be read in conjunction with the accompanying notes and assumptions as set out in the Reporting Accountants' Letter on the Consolidated Profit Estimate and Forecast included in Section 11.17 of this Prospectus.

	<u>Estimate</u> <u>FYE</u> <u>30 June 2006</u> <u>RM'000</u>	<u>Forecast</u> <u>FYE</u> <u>30 June 2007</u> <u>RM'000</u>
Revenue	21,595	31,480
Consolidated PBT	4,651	8,631
Less: Taxation	(963)	(1,686)
Consolidated PAT	3,688	6,945
Less: Pre-acquisition profit ^{&}	(3,577)	
Consolidated PAT after pre-acquisition profit	111	
Enlarged number of Sanichi Shares in issue ('000)	83,000	113,500
Weighted average number of Sanichi Shares in issue ('000)	2,274*	108,319^
Basic EPS (sen)		
Based on enlarged number of Sanichi Shares in issue [#]	4.44	6.12
Based on weighted average number of Sanichi Shares in issue [@]	4.88	6.41
PE multiple calculated based on the Issue Price (times)		
Based on enlarged number of Sanichi Shares in issue [#]	11.71	8.50
Based on weighted average number of Sanichi Shares in issue [@]	10.66	8.11

Notes:

[&] The pre-acquisition profit relates to the period from 1 July 2005 to 19 June 2006. The consolidated pre-acquisition profit is calculated based on the assumption of pro-rating evenly the estimated consolidated PAT for the FYE 30 June 2006.

^{*} The weighted average number of ordinary shares in issue is calculated on the basis that the acquisitions of subsidiaries were completed on 20 June 2006.

[^] The weighted average number of ordinary shares in issue is calculated on the assumption that the initial public offering will be completed on 31 August 2006.

[#] Based on the consolidated PAT before pre-acquisition profit.

[@] Based on the consolidated PAT after pre-acquisition profit.

11. FINANCIAL INFORMATION (Cont'd)

11.17 REPORTING ACCOUNTANTS' LETTER ON THE CONSOLIDATED PROFIT ESTIMATE AND FORECAST

(Prepared for inclusion in this Prospectus)



24 JUL 2006

The Board of Directors
Sanichi Technology Berhad
30-05, Level 30, Menara Landmark
Mail Box 172, No. 12, Jalan Ngee Heng
80000 Johor Bahru
Johor

Dear Sirs,

**SANICHI TECHNOLOGY BERHAD
CONSOLIDATED PROFIT ESTIMATE
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2006**

We have reviewed the consolidated profit estimate of Sanichi Technology Berhad ("Sanichi" or "Company") and its subsidiaries ("Sanichi Group"), for the financial year ended 30 June 2006, as set out in the accompanying statement which we have initialled for the purpose of identification in accordance with the International Standards on Auditing 810 applicable to the review of forecasts. The estimate has been prepared solely for the inclusion in the Prospectus of Sanichi to be dated **15 AUG 2006** in connection with the listing of and quotation for the entire enlarged issued and paid-up share capital of Sanichi on the MESDAQ Market of Bursa Malaysia Securities Berhad ("Bursa Securities") and should not be relied on for any other purposes.

The listing scheme comprises the following:-

- (a) The public issue of 30,499,980 new ordinary shares of RM0.10 each at an issue price of RM0.52 per ordinary share ("Public Issue") which will be allocated and allotted in the following manner:-
 - (i) 3,000,000 new ordinary shares of RM0.10 each for application by the Malaysian public;
 - (ii) 25,000,000 new ordinary shares of RM0.10 each for placement to identified investors; and
 - (iii) 2,499,980 new ordinary shares of RM0.10 each for application by eligible directors, employees and business associates of the Sanichi Group.
- (b) admission to the official list of the MESDAQ Market and listing of and quotation for the entire enlarged issued and paid-up share capital of RM11,350,000 comprising 113,500,000 new ordinary shares of RM0.10 each on the MESDAQ Market.

Our review has been undertaken to enable us to form an opinion as to whether the estimate, in material aspects, is properly prepared on the basis of the assumptions made by the Directors and is presented on a basis consistent with the accounting policies adopted and disclosed by Sanichi in its audited financial statements for the period ended 28 February 2006. The Directors of Sanichi are solely responsible for the preparation of the estimate and assumptions on which the estimate is based.

Horwath Offices in Malaysia:

Johor Bahru • Klang • Kota Kinabalu • Kuala Lumpur • Kuching • Labuan • Melaka • Penang • Prai • Sungai Petani

Horwath (AF No 1018)
Johor Bahru Office
Chartered Accountants

30-04 Level 30
Menara Landmark
Mail Box 171
12 Jalan Ngee Heng
80000 Johor Bahru

607.278.1268
607.278.1238 Fax
horwathjb@horwathjb.com.my

11. FINANCIAL INFORMATION (Cont'd)



Estimate, in this context, means prospective financial information prepared on the basis of assumptions as to future events which management expects to take place and the actions which the management expects to take as of the date the information is prepared (best-estimate assumptions). While information may be available to support the assumptions on which the estimate are based, such information is generally future oriented and therefore uncertain. Thus, actual results are likely to be different from the estimate since anticipated events frequently do not occur as expected and the variation could be material.

Subject to the matters stated in the preceding paragraphs:

- (i) nothing has come to our attention which causes us to believe that the assumptions made by the Directors, as set out in the accompanying statements, do not provide a reasonable basis for the preparation of the consolidated profit estimate; and
- (ii) in our opinion, the consolidated profit estimate, so far as the calculations are concerned, is properly prepared on the basis of the assumptions made by the Directors and is presented on a basis consistent with the accounting policies adopted and disclosed by Sanichi and its subsidiaries in their audited financial statements for the eight (8) months financial period ended 28 February 2006.

We understand that this letter will be used solely for the inclusion in the Prospectus of Sanichi. As such, this letter should not be used for any other purpose without our prior written consent. Neither the firm nor any member or employee of the firm undertakes responsibility arising in any way whatsoever to any party in respect of this letter contrary to the aforesaid purpose.

Yours faithfully,

A handwritten signature in black ink, appearing to read "Horwath", written over a horizontal line.

HORWATH
Firm No.: AF 1018
Chartered Accountants

A handwritten signature in black ink, appearing to read "Wong Tak Keong", written over a horizontal line.

WONG TAK KEONG
Approval No: 1966/07/07 (J)
Partner of Firm

Horwath Offices in Malaysia:

Johor Bahru • Klang • Kota Kinabalu • Kuala Lumpur • Kuching • Labuan • Melaka • Penang • Prai • Sungai Petani

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

SANICHI TECHNOLOGY BERHAD ("SANICHI")**A. Consolidated Profit Estimate For The Financial Year Ended 30 June 2006**

The directors of Sanichi estimate that, on the bases and assumptions set out below, the consolidated profit after taxation of the Sanichi Group for the financial year ended 30 June 2006 will be as follows:-

Financial year ended 30 June 2006	RM'000
Revenue	21,595
Consolidated profit before taxation ("PBT")	4,651
Less: Taxation	(963)
Consolidated profit after taxation ("PAT")	3,688
Less: Pre-acquisition profit * ¹	(3,577)
Consolidated PAT after pre-acquisition profit	111
Enlarged number of shares in issue ('000)	83,000
Weighted average number of shares in issue ('000)	2,274 * ²
Basic earnings per share ("EPS") (sen)	
- based on enlarged number of shares in issue	4.44 * ³
- based on weighted average number of shares in issue	4.88 * ⁴
Price-earnings multiple ("PE Multiple") calculated based on the issue price of RM0.52 per share (times)	
- based on enlarged number of shares in issue	11.71 * ³
- based on weighted average number of shares in issue	10.66 * ⁴

*¹ The pre-acquisition profit relates to the period from 1 July 2005 to 19 June 2006. The consolidated pre-acquisition profit is calculated based on the assumption of pro-rating evenly the estimated consolidated profit after taxation for the financial year ended 30 June 2006.

*² The weighted average number of ordinary shares in issue is calculated on the basis that the acquisitions of subsidiaries were completed on 20 June 2006.

*³ Based on the consolidated PAT before pre-acquisition profit.

*⁴ Based on the consolidated PAT after pre-acquisition profit.

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

B. Principal Bases and Assumptions Relating To The Consolidated Profit Estimate

1. There will be no changes to the corporate structure of Sanichi Group other than the Restructuring Scheme and Listing Scheme as planned and as set out in Note 22 below.
2. The prevailing economic and political environment in Malaysia and elsewhere will continue and will not have significant adverse effects on the Sanichi Group's activities to be conducted at forecasted level.
3. There will be no significant changes in the principal activities of the Sanichi Group.
4. There will be no material changes in present legislation and government regulations, including taxation, and guidelines of regulatory authorities, which will significantly affect the Sanichi Group's activities.
5. Inflation and foreign currency exchange rates will not fluctuate significantly from the present and forecast levels.
6. There will not be any material changes in current income tax rate of 20% for first RM500,000 adjusted income and the balance are subject to income tax rate of 28% for small and medium enterprises. SPMSB will continue to claim reinvestment allowances pursuant to Schedule 7A of the Income Tax Act, 1967, and APSB will continue to enjoy its 70% tax free pioneer status and the amount of the tax incentives assumed to be utilised by SPMSB and APSB in the consolidated profit forecast will be approved by the Inland Revenue Board.
7. Existing financing facilities will remain available and that the level of interest rates will not change materially from those presently prevailing. Additional financing facilities will be obtained at the present prevailing interest rates.
8. There will be sufficient manpower and there will be no industrial disputes or major breakdowns in manufacturing facilities or any abnormal factors which will adversely affect the operations of the Sanichi Group.
9. There will be no impairment in value of the property, plant and equipment of the Sanichi Group during the estimate year.
10. There will be no material acquisition or disposal of property, plant and equipment and investments other than those forecasted.
11. There will be no significant changes in the accounting policies presently adopted by the Sanichi Group.
12. There will be no significant changes in the planned capital expenditure programme of the Sanichi Group and the programme will be implemented as scheduled.
13. There will be no significant changes in the prices of raw materials, labour costs and other overheads from the present level which will adversely affect the performance of the Sanichi Group.
14. The demand for the Sanichi Group's products will be as forecasted.
15. The Sanichi Group will be able to maintain the price and profit margins on its products at the forecasted level.
16. There will be no significant changes in the key personnel and management of the Sanichi Group, and in operating policies, which may adversely affect the marketing, distribution and technical capabilities and level of activities of the Sanichi Group.

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

17. There will be no material litigations, claims or arbitrations either as plaintiff or defendant that will affect the consolidated profit forecast.
18. There will be no significant changes to technological advances that will adversely affect the performance of the Sanichi Group. The Sanichi Group's products will not be rendered obsolete and the Sanichi Group will be able to anticipate or react to market changes.
19. The Sanichi Group will be able to market, sell and deliver its products as planned. There will be no delay or any abnormal circumstances, which will adversely affect the forecasted turnover.
20. Existing trading relationships with suppliers and business associates will be maintained. There will be no limitation or delay in supply of raw materials by these suppliers and business associates that will materially affect the operation and performance of the Sanichi Group.
21. Development expenditure are capitalised in the period they are incurred. The economic benefits of the development activities are expected to accrue over a period of 5 years. Accordingly the capitalised expenses are amortised over a period of 5 years.
22. The details of the schemes to be undertaken in relation to the listing of Sanichi on the MESDAQ Market are as follows:-

(A) Restructuring Scheme

Sanichi has undertaken an internal restructuring scheme comprising the following:-

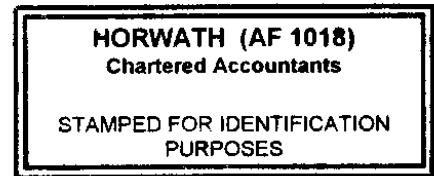
- (a) the share split entails the subdivision of every one (1) ordinary share of RM1.00 in Sanichi into ten (10) ordinary shares of RM0.10 each ("Share Split"). The share split was completed on 20 June 2006;
- (b) acquisition of the entire issued and paid-up share capital of Sanichi Precision Mould Sdn. Bhd. ("SPMSB") comprising 350,000 ordinary shares of RM1.00 each for a total purchase consideration of RM8,300,000 satisfied by the issuance of 83,000,000 new ordinary share of RM0.10 each in Sanichi at an issue price of RM0.10 per share ("SPMSB Acquisition"). The SPMSB acquisition was completed on 20 June 2006; and
- (c) acquisition of the entire issued and paid-up share capital of Asia Pinnacle Sdn. Bhd. ("APSB") comprising 2 ordinary shares of RM1.00 each for a total purchase consideration of RM2 satisfied by cash. The APSB acquisition was completed on 20 June 2006.

(B) Listing Scheme

The listing scheme of Sanichi comprises the following:-

- (a) public issue of 30,499,980 new ordinary shares of RM0.10 each at an issue price of RM0.52 per ordinary share ("Public Issue") which will be allocated and allotted in the following manner:-
 - (i) 3,000,000 new ordinary shares of RM0.10 each for application by the Malaysian public;
 - (ii) 25,000,000 new ordinary shares of RM0.10 each for placement to identified investors; and
 - (iii) 2,499,980 new ordinary shares of RM0.10 each for application by eligible directors, employees and business associates of the Sanichi Group.
- (b) admission to the official list of the MESDAQ Market and listing of and quotation for the entire enlarged issued and paid-up share capital of Sanichi comprising 113,500,000 new ordinary shares of RM0.10 each on the MESDAQ Market.

11. FINANCIAL INFORMATION (Cont'd)



23. The proceeds from the Public Issue of 30,499,980 new Sanichi Shares at an issue price of RM0.52 per share amounting to RM15,859,990 is assumed to be received in August 2006.

24. Proceeds from the Public Issue will be utilised as follows:-

	RM'000
Research and development expenses	2,000
Capital expenditure	4,000
Repayment of bank borrowings	4,000
Working capital	4,160
Estimated listing expenses	1,700
	<u>15,860</u>

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

11. FINANCIAL INFORMATION (Cont'd)



24 JUL 2006

The Board of Directors
Sanichi Technology Berhad
30-05, Level 30, Menara Landmark
Mail Box 172, No. 12, Jalan Ngee Heng
80000 Johor Bahru
Johor

Dear Sirs,

**SANICHI TECHNOLOGY BERHAD
CONSOLIDATED PROFIT FORECAST
FOR THE FINANCIAL YEAR ENDING 30 JUNE 2007**

We have reviewed the consolidated profit forecast of Sanichi Technology Berhad ("Sanichi" or "Company") and its subsidiaries ("Sanichi Group"), for the financial year ending 30 June 2007, as set out in the accompanying statement which we have initialled for the purpose of identification in accordance with the International Standards on Auditing 810 applicable to the review of forecasts. The forecast has been prepared solely for the inclusion in the Prospectus of Sanichi to be dated **15 AUG 2006** in connection with the listing of and quotation for the entire enlarged issued and paid-up share capital of Sanichi on the MESDAQ Market of Bursa Malaysia Securities Berhad ("Bursa Securities") and should not be relied on for any other purposes.

The listing scheme comprises the following:-

- (a) The public issue of 30,499,980 new ordinary shares of RM0.10 each at an issue price of RM0.52 per ordinary share ("Public Issue") which will be allocated and allotted in the following manner:-
 - (i) 3,000,000 new ordinary shares of RM0.10 each for application by the Malaysian public;
 - (ii) 25,000,000 new ordinary shares of RM0.10 each for placement to identified investors; and
 - (iii) 2,499,980 new ordinary shares of RM0.10 each for application by eligible directors, employees and business associates of the Sanichi Group.
- (b) admission to the official list of the MESDAQ Market and listing of and quotation for the entire enlarged issued and paid-up share capital of RM11,350,000 comprising 113,500,000 new ordinary shares of RM0.10 each on the MESDAQ Market.

Our review has been undertaken to enable us to form an opinion as to whether the forecast, in material aspects, is properly prepared on the basis of the assumptions made by the Directors and is presented on a basis consistent with the accounting policies adopted and disclosed by Sanichi in its audited financial statements for the period ended 28 February 2006. The Directors of Sanichi are solely responsible for the preparation of the forecast and assumptions on which the forecast is based.

Horwath Offices in Malaysia:

Johor Bahru • Klang • Kota Kinabalu • Kuala Lumpur • Kuching • Labuan • Melaka • Penang • Prai • Sungai Petani

Horwath (AF No 1018)
Johor Bahru Office
Chartered Accountants

30-04 Level 30
Menara Landmark
Mail Box 171
12 Jalan Ngee Heng
80000 Johor Bahru

607.278.1268
607.278.1238 Fax
horwathjb@horwathjb.com.my

11. FINANCIAL INFORMATION (Cont'd)



Forecast, in this context, means prospective financial information prepared on the basis of assumptions as to future events which management expects to take place and the actions which the management expects to take as of the date the information is prepared (best-estimate assumptions). While information may be available to support the assumptions on which the forecast are based, such information is generally future oriented and therefore uncertain. Thus, actual results are likely to be different from the forecast since anticipated events frequently do not occur as expected and the variation could be material.

Subject to the matters stated in the preceding paragraphs:

- (i) nothing has come to our attention which causes us to believe that the assumptions made by the Directors, as set out in the accompanying statements, do not provide a reasonable basis for the preparation of the consolidated profit forecast; and
- (ii) in our opinion, the consolidated profit forecast, so far as the calculations are concerned, is properly prepared on the basis of the assumptions made by the Directors and is presented on a basis consistent with the accounting policies adopted and disclosed by Sanichi and its subsidiaries in their audited financial statements for the eight (8) months financial period ended 28 February 2006.

We understand that this letter will be used solely for the inclusion in the Prospectus of Sanichi. As such, this letter should not be used for any other purpose without our prior written consent. Neither the firm nor any member or employee of the firm undertakes responsibility arising in any way whatsoever to any party in respect of this letter contrary to the aforesaid purpose.

Yours faithfully,

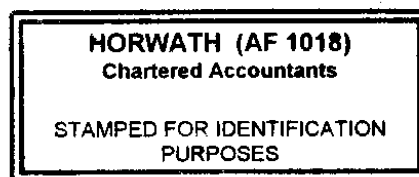
A handwritten signature in black ink that reads "Horwath".

HORWATH
Firm No.: AF 1018
Chartered Accountants

A handwritten signature in black ink that reads "Wong Tak Keong".

WONG TAK KEONG
Approval No: 1966/07/07 (J)
Partner of Firm

11. FINANCIAL INFORMATION (Cont'd)

**SANICHI TECHNOLOGY BERHAD ("SANICHI")****A. Consolidated Profit Forecast For The Financial Year Ending 30 June 2007**

The directors of Sanichi forecast that, on the bases and assumptions set out below, the consolidated profit after taxation of the Sanichi Group for the financial year ending 30 June 2007 will be as follows:-

Financial year ending 30 June 2007	RM'000
Revenue	<u>31,480</u>
Consolidated profit before taxation ("PBT")	8,631
Less: Taxation	(1,686)
Consolidated profit after taxation ("PAT")	<u>6,945</u>
Enlarged number of shares in issue ('000)	113,500
Weighted average number of shares in issue ('000)	108,319 ^{*1}
Basic earnings per share ("EPS") (sen)	
- based on enlarged number of shares in issue	6.12
- based on weighted average number of shares in issue	6.41
Price-earnings multiple ("PE Multiple") calculated based on the issue price of RM0.52 per share (times)	
- based on enlarged number of shares in issue	8.50
- based on weighted average number of shares in issue	8.11

^{*1} The weighted average number of ordinary shares in issue is calculated on the assumption that the Initial Public Offering will be completed on 31 August 2006.

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

B. Principal Bases and Assumptions Relating To The Consolidated Profit Forecast

1. The Sanichi Group will adopt applicable new and revised Financial Reporting Standards ("FRS") which are effective on 1 January 2006, issued by the Malaysian Accounting Standards Board in respect of the Sanichi Group's financial statements for the financial year ending 30 June 2007. The adoption of FRS by the Sanichi Group will not result in any material adjustment to the consolidated profit after taxation of the Sanichi Group for the financial year ending 30 June 2007.
2. There will be no changes to the corporate structure of Sanichi Group other than the Restructuring Scheme and Listing Scheme as planned and as set out in Note 23 below.
3. The prevailing economic and political environment in Malaysia and elsewhere will continue and will not have significant adverse effects on the Sanichi Group's activities to be conducted at forecasted levels.
4. There will be no significant changes in the principal activities of the Sanichi Group.
5. There will be no material changes in present legislation and government regulations, including taxation, and guidelines of regulatory authorities, which will significantly affect the Sanichi Group's activities.
6. Inflation and foreign currency exchange rates will not fluctuate significantly from the present and forecast level.
7. There will not be any material changes in current income tax rate of 20% for first RM500,000 adjusted income and the balance are subject to income tax rate of 28% for small and medium enterprises. SPMSB will continue to claim reinvestment allowances pursuant to Schedule 7A of the Income Tax Act, 1967, and APSB will continue to enjoy its 70% tax free pioneer status and the amount of the tax incentives assumed to be utilised by SPMSB and APSB in the consolidated profit forecast will be approved by the Inland Revenue Board.
8. Existing financing facilities will remain available and that the level of interest rates will not change materially from those presently prevailing. Additional financing facilities will be obtained at the present prevailing interest rates.
9. There will be sufficient manpower and there will be no industrial disputes or major breakdowns in manufacturing facilities or any abnormal factors which will adversely affect the operations of the Sanichi Group.
10. There will be no impairment in value of the property, plant and equipment of the Sanichi Group during the estimate year.
11. There will be no material acquisition or disposal of property, plant and equipment and investments other than those forecasted.
12. There will be no significant changes in the accounting policies presently adopted by the Sanichi Group.
13. There will be no significant changes in the planned capital expenditure programme of the Sanichi Group and the programme will be implemented as scheduled.
14. There will be no significant changes in the prices of raw materials, labour costs and other overheads from the present level which will adversely affect the performance of the Sanichi Group.
15. The demand for the Sanichi Group's products will be as forecasted.

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

16. The Sanichi Group will be able to maintain the price and profit margins on its products at the forecasted level.
17. There will be no significant changes in the key personnel and management of the Sanichi Group, and in operating policies, which may adversely affect the marketing, distribution and technical capabilities and level of activities of the Sanichi Group.
18. There will be no material litigations, claims or arbitrations either as plaintiff or defendant that will affect the consolidated profit forecast.
19. There will be no significant changes to technological advances that will adversely affect the performance of the Sanichi Group. The Sanichi Group's products will not be rendered obsolete and the Sanichi Group will be able to anticipate or react to market changes.
20. The Sanichi Group will be able to market, sell and deliver its products as planned. There will be no delay or any abnormal circumstances, which will adversely affect the forecasted turnover.
21. Existing trading relationships with suppliers and business associates will be maintained. There will be no limitation or delay in supply of raw materials by these suppliers and business associates that will materially affect the operation and performance of the Sanichi Group.
22. Development expenditure are capitalised in the period they are incurred. The economic benefits of the development activities are expected to accrue over a period of 5 years. Accordingly the capitalised expenses are amortised over a period of 5 years.
23. The details of the schemes to be undertaken in relation to the listing of Sanichi on the MESDAQ Market are as follows:-

(A) Restructuring Scheme

Sanichi has undertaken an internal restructuring scheme comprising the following:-

- (a) the share split entails the subdivision of every one (1) ordinary share of RM1.00 in Sanichi into ten (10) ordinary shares of RM0.10 each ("Share Split"). The share split was completed on 20 June 2006;
- (b) acquisition of the entire issued and paid-up share capital of Sanichi Precision Mould Sdn. Bhd. ("SPMSB") comprising 350,000 ordinary shares of RM1.00 each for a total purchase consideration of RM8,300,000 satisfied by the issuance of 83,000,000 new ordinary shares of RM0.10 each in Sanichi at an issue price of RM0.10 per share ("SPMSB Acquisition"). The SPMSB acquisition was completed on 20 June 2006; and
- (c) acquisition of the entire issued and paid-up share capital of Asia Pinnacle Sdn. Bhd. ("APSB") comprising 2 ordinary shares of RM1.00 each for a total purchase consideration of RM2 satisfied by cash. The APSB acquisition was completed on 20 June 2006.

(B) Listing Scheme

The listing scheme of Sanichi comprises the following:-

- (a) public issue of 30,499,980 new ordinary shares of RM0.10 each at an issue price of RM0.52 per ordinary share ("Public Issue") which will be allocated and allotted in the following manner:-
 - (i) 3,000,000 new ordinary shares of RM0.10 each for application by the Malaysian public;

11. FINANCIAL INFORMATION (Cont'd)

HORWATH (AF 1018)
Chartered Accountants

STAMPED FOR IDENTIFICATION
PURPOSES

- (ii) 25,000,000 new ordinary shares of RM0.10 each for placement to identified investors; and
 - (iii) 2,499,980 new ordinary shares of RM0.10 each for application by eligible directors, employees and business associates of the Sanichi Group.
- (b) admission to the official list of the MESDAQ Market and listing of and quotation for the entire enlarged issued and paid-up share capital of RM11,350,000 comprising 113,500,000 new ordinary shares of RM0.10 each on the MESDAQ Market.
24. The proceeds from the Public Issue of 30,499,980 new Sanichi Shares at an issue price of RM0.52 per share amounting to RM15,859,990 is assumed to be received in August 2006.
25. Proceeds from the Public Issue will be utilised as follows:-

	RM'000
Research and development expenses	2,000
Capital expenditure	4,000
Repayment of bank borrowings	4,000
Working capital	4,160
Estimated listing expenses	1,700
	15,860

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK

11. FINANCIAL INFORMATION (Cont'd)

11.18 DIRECTORS' ANALYSIS OF THE CONSOLIDATED PROFIT ESTIMATE AND FORECAST

The Directors estimate revenue for FYE 30 June 2006 to be approximately RM21.6 million and forecast revenue to increase by 45% to approximately RM31.5 million for the FYE 30 June 2007. The forecast increase in revenue is mainly due to the following:

- (i) Additional sales from the newly developed GIM of which its advantages are mentioned in Section 6.3.3 of this Prospectus;
- (ii) Penetration into new markets, including Thailand and Vietnam; and
- (iii) Establishment of strategic alliances with European and Japanese customers.

Audited revenue for the eight (8)-month period ended 28 February 2006 amounts to approximately RM13.565 million or approximately 62.8% of the estimated revenue for the FYE 30 June 2006. From 1 March 2006 up to 30 June 2006, based on management accounts, the Group had recorded sales amounting to approximately RM7.768 million which means that the Group has achieved its estimated revenue for FYE 30 June 2006.

The Directors forecast revenue for the FYE 30 June 2007 to be approximately RM31.5 million after taking into consideration anticipated sales arising from discussions with customers and past revenue trend. There is no long-term contract entered into by the Group with its customers due to the nature of the industry it is operating in. Notwithstanding the above, the Group believes that its long-term relationship with customers to produce quality moulds has enabled the Group to receive repeat orders from its major customers as evidenced by its track record.

Consolidated PAT is estimated to be approximately RM3.6 million for the FYE 30 June 2006 and forecast to increase by approximately 88% to RM6.9 million for FYE 30 June 2007. The forecast improvement in consolidated PAT is mainly due to the expected growth in revenue and the fixed nature of the Group's administrative expenses.

The Directors confirm that the profit estimate and forecast of Sanichi and the underlying bases and assumptions stated herein have been reviewed by the Directors after due and careful inquiries, and that the Directors, having taken into account the future prospects of the industry, the future direction of Sanichi and its level of gearing, liquidity and working capital requirements, are of the opinion that the profit estimate and forecast of Sanichi are achievable and the assumptions made are reasonable.

Nevertheless, certain assumptions, such as interest and exchange rates, may differ significantly from current expectations and this may have a material impact on Sanichi's profit estimate and forecast. Accordingly, the Group's actual results may differ from the forecast results shown.

11.19 DIVIDEND

For the FYE 30 June 2006 and 30 June 2007, the Board does not propose to declare any dividend.

Nevertheless, it is a policy of the Board to recommend dividends to allow shareholders to participate in the profits of the Group whilst retaining adequate reserves for its future growth. The Directors will take into consideration the retained profits and cashflow of the Company as well as the funding requirements of the Company before declaring any future dividends.

11. FINANCIAL INFORMATION (Cont'd)**11.20 SENSITIVITY ANALYSIS**

The following sensitivity analysis was prepared by the management of Sanichi and is based on the consolidated profit forecast assumptions as set out in Section 11.16 above and assuming all other factors remain unchanged except for the 5%, 10% and 15% upward and downward variations in sales volume and cost of sales, respectively.

(a) Sales volume varies by $\pm 5\%$, $\pm 10\%$ and $\pm 15\%$ from the base case

	Estimate FYE 30 June 2006		Forecast FYE 30 June 2007	
	Revenue RM'000	PAT RM'000	Revenue RM'000	PAT RM'000
+ 15%	22,800	4,245	36,202	9,241
+ 10%	22,398	4,059	34,628	8,475
+ 5%	21,997	3,874	33,054	7,710
Base case	21,595	3,688	31,480	6,945
- 5%	21,194	3,503	29,906	6,181
- 10%	20,792	3,317	28,332	5,417
- 15%	20,391	3,131	26,758	4,653

(b) Cost of sales varies by $\pm 5\%$, $\pm 10\%$ and $\pm 15\%$ from the base case

	Estimate FYE 30 June 2006	Forecast FYE 30 June 2007
	PAT RM'000	PAT RM'000
+ 15%	3,093	4,668
+ 10%	3,291	5,427
+ 5%	3,490	6,186
Base case	3,688	6,945
- 5%	3,887	7,704
- 10%	4,085	8,463
- 15%	4,284	9,223

Notwithstanding the impact of the variations in sales volume and cost of sales, there may exist other factors which have not been taken into account, which variations may have a significant impact, either positively or negatively, on the financials of the Group.

THE REST OF THIS PAGE HAS BEEN INTENTIONALLY LEFT BLANK