

23 December 2011

VEDA | CAPITAL  
智 略 資 本

 統一證券(香港)有限公司  
PRESIDENT SECURITIES (HONG KONG) LTD.

Board of Directors  
New City (China) Development Limited  
11/F, Effectual Building  
16 Hennessy Road  
Wanchai  
Hong Kong

Dear Sirs,

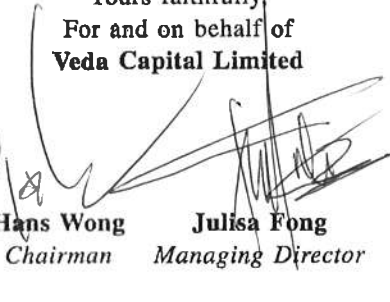
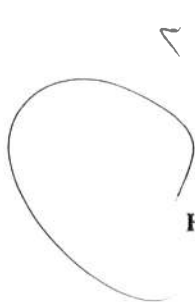
We refer to the circular issued by the Company to Shareholders dated 23 December 2011 (the “Circular”) of which this letter forms part. Terms used in the letter, unless otherwise defined, shall have the same meanings as those used in the Circular. We refer to the forecasts of (i) the consolidated loss of the Company attributable to the Shareholders for the year ending 31 December 2011; and (ii) the consolidated profit of the Enlarged Group attributable to the Shareholders for the year ending 31 December 2012 respectively (the “Forecasts”) as set in Appendix V(A) to the Circular. The Forecasts are regarded as profit forecast under paragraph 29(2) of Appendix 1b of the Listing Rules.

We are engaged to assist the Directors to comply with paragraph 29(2) of Appendix 1b of the Listing Rules. We are not reporting on the arithmetical calculations of the Forecasts and the adoption of accounting policies thereof. We have reviewed the Forecasts for which you as the Directors are solely responsible, and have discussed with you the information and documents provided by you which formed part of the basis and assumptions upon which the Forecasts have been prepared. We have also considered the letter from Ascenda Cachet CPA Limited dated 23 December 2011 addressed to yourselves regarding the calculations and accounting policies upon which the Forecasts have been made.

Our work has been undertaken for the purpose of reporting solely to you under paragraph 29(2) of Appendix 1b of the Listing Rules and for no other purpose. We accept no responsibility to any other person in respect of, arising out of or in connection with our work.

On the basis of the foregoing, we are of the opinion that the Forecasts, for which you as the Directors are solely responsible, have been made after due and careful enquiry by you.

Yours faithfully,  
For and on behalf of  
**Veda Capital Limited**



**Hans Wong**      **Julisa Fong**  
*Chairman*      *Managing Director*

Yours faithfully,  
For and on behalf of  
**President Securities (Hong Kong) Limited**



**Stanley Lai**  
*Responsible Officer*