

# Nuada Limited

*Corporate Finance Advisory*

Nuada Limited  
17<sup>th</sup> Floor, BLINK, 111 Bonham Strand  
Sheung Wan, Hong Kong  
洛爾達有限公司  
香港上環文咸東街 111 號 BLINK 17 字樓

Phone/電話: 2544-9975  
Fax/傳真: 2581-0532 / 2581-0535

3 May 2011

Board of directors  
Polyard Petroleum International Group Limited  
Room 2602, 26<sup>th</sup> Floor  
China Merchant Tower  
Shun Tak Centre  
200 Connaught Road Central  
Hong Kong

Dear Sirs,

**Polyard Petroleum International Group Limited (the “Company”)  
Working capital sufficiency**

In accordance with the instructions of the directors of the Company (“Directors”), we have reviewed the cash flow projections of the Company and its subsidiaries (hereinafter collectively referred to as the “Group”) for the 12 months from the Latest Practicable Date (the “LPD”). In the course of our review we have taken into account the reasons for the transaction of the Group as stated on pages 19 to 20 of the circular to be despatched (the “Circular”).

We understand that the Directors propose to make the following statement on page I-59 of the Circular:-

“The Directors, after due and careful enquiry, are of the opinion that, taking into consideration the financial resources available to the Group including internally generated funds and the estimated net proceeds from the Rights Issue (if the Rights Issue becomes unconditional), the Group will have sufficient working capital for at least twelve months from the date of this circular.”

On the basis that the Directors of the Company are satisfied that there are no further matters that should be brought to our attention, in our opinion, the Directors’ statement concerning the adequacy of working capital has been made after due and careful enquiry and the parties providing finance have confirmed in writing that such facilities exist. The cash flow projections (for which the Directors of the Company are solely responsible) have been properly compiled on the basis of the assumptions made.

However, in as much as the cash flow projections and the assumptions on which they are based relate to the future, we express no opinion on how closely the cash flows eventually achieved will correspond with the cash flow projections.

Our procedures did not constitute an assurance engagement performed in accordance with Hong Kong Standards on Auditing, Hong Kong Standards on Review Engagements or Hong Kong Standards on Assurance Engagements issued by the Hong Kong Institute of Certified Public Accountants. Accordingly, they cannot necessarily be expected to reveal all significant matters concerning the working capital sufficiency.

We make no representation as to the legal interpretation of the above information as mentioned in the Circular.

This letter is prepared solely for your information and must not be filed with, or referred to (either in whole or in part) in the Circular or any other document or otherwise quoted, circulated or used for any other purposes or to be distributed to any other parties, without our prior written consent, except that we understand a copy of the letter will be distributed to The Stock Exchange of Hong Kong Limited. For the avoidance of doubt, all duties and liabilities (including without limitation those arising from negligence) to third parties, including The Stock Exchange of Hong Kong Limited, are specifically disclaimed.

Yours faithfully,  
For and on behalf of  
Nuada Limited

A handwritten signature in black ink, appearing to read 'Kevin Chan', is written over a faint, illegible stamp or watermark.

Kevin Chan