

8 May 2012

To the Independent Shareholders

Dear Sirs or Madams,

**MANDATORY UNCONDITIONAL GENERAL OFFER BY
KINGSTON SECURITIES LIMITED
ON BEHALF OF PRIME PRECISION HOLDINGS LIMITED
FOR ALL THE ISSUED SHARES IN AURUM PACIFIC (CHINA) GROUP LIMITED
(OTHER THAN THOSE ALREADY OWNED
BY PRIME PRECISION HOLDINGS LIMITED
AND PARTIES ACTING IN CONCERT WITH IT)**

INTRODUCTION

We refer to the composite offer and response document dated 8 May 2012 jointly issued by the Company and the Offeror (the “**Composite Document**”), of which this letter forms part. Unless the context otherwise requires, terms used in this letter shall have the same meanings as defined in the Composite Document.

We have been appointed to constitute the Independent Board Committee to consider the terms of the Offer and to advise and make recommendations to the Independent Shareholders as to whether or not the terms of the Offer are fair and reasonable and as to acceptance of the Offer. Vinco Capital has been appointed as the independent financial adviser to advise us in respect of the terms of the Offer. Details of its advice and recommendation, together with the principal factors and reasons which it has considered before arriving at such advice, are set out in the “Letter from Vinco Capital” on pages 20 to 31 of the Composite Document.

We also wish to draw your attention to the letter from the Board, the letter from Kingston Securities and the additional information set out in the appendices to this Composite Document.

Taking into account the terms of the Offer and the independent advice from Vinco Capital, we consider that the terms of the Offer are fair and reasonable so far as the Independent Shareholders are concerned. Accordingly, we recommend the Independent Shareholders to accept the Offer. Independent Shareholders are recommended to read the full text of the letter from Vinco Capital set out in the Composite Document.

Yours faithfully,

For and on behalf of the Independent Board Committee



Mr. Chi Chi Hung, Kenneth



Mr. Chan Wai Fat



Mr. Chui Kwong Kau