



Excalibur Securities Ltd.

(Member of SHK Financial Group)
Exchange Participant of SEHK (5400)

駿溢証券有限公司

(新鴻基金融集團成員)
香港聯合交易所有限公司交易所參與者(5400)

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CE No. ABM 401

4 December 2007

Veda Capital Limited
Suite 809, 8/F
Shui On Centre
8 Harbour Road
Wanchai
Hong Kong

Attn: Mr. Hans Wong/ Ms. Julisa Fong

Dear Sirs,

Bonus Raider Investments Limited (the "Offeror")
Earmarking of not less than HK\$96,300,000 out of the securities trading account

We refer to the possible mandatory unconditional cash offers (the "Offers") by Excalibur Securities Limited ("Excalibur") on behalf of the Offeror for all the issued shares and outstanding options of the iMerchants Limited (other than those already owned or agreed to be acquired by the Offeror and parties acting in concert with it). We understand that the Offers are valued at approximately HK\$96.22 million in aggregate.

At the request of the Offeror and for the purposes of confirming that the Offeror has sufficient financial resources to fund its payment obligation under the Offers, we hereby confirm that:

- (1) not less than HK\$96,300,000 cash in the securities trading account of the Offeror opened at Excalibur (the "Deposit") has been earmarked for the sole purpose of funding the payment obligation of the Offeror under the Offers from the date hereof until the close of the Offers. Excalibur is irrevocably instructed not to release any funds from the Deposit save for the sole objective of satisfying payment to the Offers; and
- (2) the Deposit is free and clear of any lien, charge or pledge and that we shall not impose lien, charge or pledge against the Deposit or the funds of the Deposit so long as the obligations of the Offeror under the Offers remain outstanding.

Yours faithfully,
For and on behalf of
Excalibur Securities Limited

Allan Poon
Managing Director