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May 2012 Result China Market Pulls Cleantech Ahead of Global Indices

The **China CleanTech Index** fell in May 2012 but still managed to outperform all but one of its four benchmark indices.

The China CleanTech Index fell from 41.6 to 40.0 over the month of May recording a 3.9% loss. This favourably compared to the NEX loss of 12.3%, the CTIUS loss of 9.4% and the MSCI loss of 9.0%. The Shanghai Composite lost only 1.0% and outperformed the Chinese cleantech sector.

The **China CleanTech 20** had a weaker performance underperforming the wider China CleanTech index recording a loss of 4.6%.

The Index performance over the last three months is now ahead of the NEX and the CTIUS although still lags the general market measures both in China and globally. The six and twelve month measures are all still underperforming compared to the benchmarks. The strong performance over the last three months may indicate the beginning of a longer term positive trend for cleantech stocks in China.

The best performing sub-indices for the month were the China Environment Index with 6.2% gain and the China Storage Index with a 2.7% gain. The two weakest sub-indices through May were again the China Wind Index recording a loss of 12.4% loss and the China Solar Index which recorded an 8.9% loss.

Percentage Change	2009	2010	2011	May'12	3 Months	6 Months	12 Months	3 Years
China CleanTech Index	77.5%	-9.6%	-48.0%	-3.9%	-11.1%	-12.0%	-38.0%	-50.6%
China CleanTech 20	59.6%	-15.6%	-47.4%	-4.6%	-8.9%	-8.8%	-35.4%	-54.8%
NEX	39.7%	-14.6%	-40.2%	-12.3%	-22.9%	-18.4%	-49.1%	-51.4%
CTIUS	38.1%	7.3%	-18.3%	-9.4%	-12.9%	-6.7%	-28.1%	-0.5%
Shanghai Composite	80.0%	-14.3%	-21.7%	-1.0%	-2.3%	1.7%	-13.5%	-9.9%
MSCI	27.0%	9.6%	-7.6%	-9.0%	-9.3%	-0.6%	-13.1%	21.4%

The market capitalisation of the 147 stocks in the China CleanTech Index is CNY 726 billion, falling from its peak of CNY 911 billion in February 2011.

The month's performance was driven by poor results from many companies with 13 companies having share price losses of greater than 30%, led by a 51% loss for Cleantech Innovations on the NASDAQ. These were partially offset by gains from other companies with 17 companies having gains of more than 10%, lead by the 50% gain for Beijing Water Business Doctor. These best and worst performers are shown in the table below.

May 2012	
Best Performers Share Price Gain > 10%	Worst Performers Share Price Loss > 30%
Guangzhou Hongli Opto Electronic Co Ltd Ledman Optoelectronic Co Ltd 'A' CNY1 Beijing SJ Environmental Protection and New Material Co. Ltd Beijing SPC Environment Protection Tech Co., Ltd. Dalian East New Energy Development Co., Ltd Hunan Yonker Environ Protection Co Ltd Shenzen Das Intellitech Co., Ltd. Gintech Energy Corporation Neo Solar Power Corp Wuhan Linuo Solar Energy Group Co., Ltd. Advanced Battery Technologies Beijing Easpring Material Technology Co., Ltd. China Ritar Power Corp. Shenzen Desay Battery Technology Co., Ltd. Jiangsu Welle Eenvironmental Co., Ltd. Beijing Water Business Doctor Co., Ltd. Zhongyuan Environment-Protection Co., Ltd.	Foshan Nationstar Optoelectronics Co., Ltd. SmartHeat Inc Suzhou Hailu Heavy Industry Co., Ltd. Xiamen Savings Environmental Co., Ltd. Daqo New Energy Corp. JinkoSolar Holding Co., Ltd. LDK Solar Risen Energy Co., Ltd. Suntech Power Holdings Duoyuan Global Water China Hydroelectric Corporation China Ming Yang Wind Power Group Ltd Cleantech Solutions International Inc

The China Cleantech Index is published each month on the Sino CleanTech website at www.sinocleantech.com and in Top Capital magazine in China.

Monthly results can be emailed directly to interested parties by signing up to the distribution list at http://www.sinocleantech.com/e/cleantech_index.html.

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