



China Industrial Quarterly Update

4th Quarter 2009

Quarter in Review

- The Alternative Energy sector was fairly active during the fourth quarter; some notable deals were that Longyuan raised US\$ 2.6 billion in its IPO and Jia Sheng acquired Thunder Sky Energy Technology for US\$ 354.7 million.
- The successful launch of ChiNext attracted increasing number of Chinese companies to be listed domestically, evidenced by 14 IPOs in Mainland China, vs. only 4 in Hong Kong and none in the U.S.
- The Purchasing Manager's Index (PMI) reached 7-month high in December to 56.6. The tenth consecutive month of positive PMI indicated that investors should be more comfortable with new opportunities and higher valuation could be expected from our perspective.

Sector Highlights

- China Longyuan Power Group (SEHK: 916) raised over US\$ 2.6 billion through an initial offering with 107 million shares being allotted in Hong Kong and 2 billion shares being allotted internationally. The Company reported 230x oversubscription for the retail portion and 15x for the institutional portion.
- Ball Corporation (NYSE: BLL), which supplies metal and plastic packaging to the beverage, food, and household products industries, acquired the remaining 65% stake in Sanshui Jianlibao FTB Packaging for US\$ 90 million from Guangdong Jianlibao Group.
- China BAK Battery (Nasdaq: CBAK) announced a registered direct offering of 5,790,000 units at US\$ 3.55 per unit for gross proceeds of US\$ 20.6 million. Cowen and Company acted as the exclusive placement agent.
- II-VI (Nasdaq: IIVI), which develops, manufactures, and markets materials and derivative precision components and products for precision use in industrial, medical, military, and aerospace applications, acquired Photop Technologies for US\$ 82 million. In addition, there was an earn-out provision of US\$ 12 million based on certain financial targets in 2010 and 2011.

Hong Kong

Suite 3518 Jardine House
One Connaught Place
Central, Hong Kong
T +852 3752 2333
F +852 2295 3979

Beijing

Room 705, East Tower
Twin Towers
B12 Jianguomenwai Avenue
Chaoyang District
Beijing 100022, China
T +86 (10) 8447 7398
F +86 (10) 8447 7396

Shanghai

5F Crystal Century Tower
567 Weihai Road, Jingan District
Shanghai 200041, China
T +86 (21) 6288 6555
F +86 (21) 6288 6585

About Cowen Latitude Asia

Cowen Latitude Asia, the wholly-owned Asia subsidiary of Cowen Group, Inc. (NASDAQ: COWN), is one of Asia's leading growth sector focused investment banks providing directly, or through its affiliates, a full range of capital markets, M&A advisory and private placement services. The Firm specializes in the growth sectors of Alternative Energy, Consumer, Health Care, Industrial, Media, Technology, Telecom and Aerospace & Defense.

Alternative Energy

Selected M&A/Private Placements in Q4 2009

Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
12/23	M&A	Thunder Sky Energy Technology	Jia Sheng (SEHK: 729)	354.7	100.0	Produces rechargeable Lithium-Ion batteries
12/08	M&A	Suzhou Red Maple Wind Blade Mould	Gurit Holding (SWX: GUR)	39.0	100.0	Manufactures wind turbine blade mould
10/27	M&A	China Technology Solar Power	China Technology Development (Nasdaq: CTDC)	9.6	51.0	Owns and operates 100 MW grid-connected solar power plant projects
10/28	M&A	Guangdong Ming Yang Wind Power Technology	DT Capital	9.1	3.6	Manufactures wind power turbines
12/08	M&A	Shanxi Eurofo Green Energy	China Zirconium (SEHK: 395)	NA	100.0	Develops projects in the green energy business such as using waste gas emitted from coke plants to generate electric power
12/28	Private Placement	Shandong Sangle Solar Energy	Standard Chartered Private Equity	22.3	NA	Offers thermo-siphon systems, pressure collectors, control meters, and PV products, as well as provides forced circulation systems that comprises of storage and safety expansion tanks, pump stations, and controllers
11/04	Private Placement	Beijing Goldenway Biotech	Tsing Capital	11.7	NA	Builds and operates recycling stations that turn bio-waste into protein-free or fertilizer additives
12/14	Private Placement	AUO Energy (Suzhou)	AU Optronics (TSEC: 2409)	8.0	NA	Designs, plans, sells and installs PV system
11/10	Private Placement	Ultra Energy (Weifang) Technology	Green Energy Technology (TSEC: 3519)	5.0	NA	Operates as a solar wafer slicing company
10/21	Private Placement	EverRich Energy (Shan Dong)	United Microelectronics (TSEC: 2303)	1.0	NA	Produces solar cells

Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

Jia Sheng (SEHK: 729), which invests in securities and provides brokerage services in Hong Kong, acquired Thunder Sky Energy Technology for US\$ 354.7 million from Zhenguo Miao and XinJia Zhong. The total consideration will be paid in a combination of shares, convertible bonds and cash according to the proposal.

Gurit Holding (SWX: GUR) which develops, produces, and sells composite materials and technologies in Switzerland, completed the acquisition of Suzhou Red Maple for US\$ 39 million in December 2009. The 2009 revenue of Suzhou Red Maple was around US\$ 29.3 million.

Selected Capital Markets Transactions in Q4 2009

Pricing Date	Transaction Type	Exchange	Company Name	Sub-Sector	Amount (US\$ MM)	Final Pricing	Premium/Discount to Market % ⁽¹⁾	Price as of Dec 31	Market Cap as of Dec 31 (US\$ MM)	Company Description
12/04	IPO	SEHK	China Longyuan Power Group (SEHK: 916)	Alternative Energy	2,594.6	1.05		1.29	9,248.6	Designs, develops, manages and operates wind farms, and sells the electricity generated by wind farms
10/29	Follow-on	Nasdaq	China Integrated Energy (Nasdaq: CBEH)	Alternative Energy	28.8	5.75	(7.3)	7.04	193.7	Develops, explores, produces and distributes crude and finished oil products and bio-diesel
10/22	RD	Nasdaq	China BAK Battery (Nasdaq: CBAK)	Alternative Energy	20.6	3.55	(19.1)	2.78	176.8	Engages in the manufacture, commercialization, and distribution of various standard and customized lithium ion rechargeable batteries

⁽¹⁾ Premium/Discount to Market is calculated based on the closing price of the day prior to pricing

Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

China Longyuan Power Group (SEHK: 916) raised around US\$ 2.6 billion through an initial offering with 107 million shares being allotted in Hong Kong and 2 billion shares being allotted internationally. The Company reported 230x oversubscription for the retail portion and 15x oversubscription for the institutional portion. Morgan Stanley Asia and UBS acted as the co-lead underwriters.

China Integrated Energy (Nasdaq: CBEH) raised approximately \$33 million (including green shoe) during a follow-on offering. Cowen and Company acted as a co-manager in the transaction.

China BAK Battery (Nasdaq: CBAK) announced a registered direct offering of 5,790,000 units at US\$ 3.55 per unit for gross proceeds of US\$ 20.6 million. Each unit consisted of one common share and one common share purchase warrant. Each warrant entitled the holder to purchase 0.25 of common stock at US\$ 3.95 per share for a period of 24 months since the closing date. Cowen and Company acted as the exclusive placement agent.

Machinery

Selected M&A/Private Placements in Q4 2009

Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
Machinery & Equipment						
10/12	M&A	Sinoenergy Corporation (Nasdaq: SNEN)	Skywide Capital Management	18.5	60.9	Designs and manufactures pressure containers, and compressed natural gas facilities and equipment
12/29	M&A	Jiangmen Kingboard High-Tech	Ocean Glory	10.6	49.0	Manufactures and sells drill bits
10/30	M&A	Qingdao Pacific Container	Singamas Container (SEHK: 716)	NA	2.8	Manufactures freight containers
11/11	Private Placement	Fuhuajie Industrial (SHENZHEN)	Hon Hai Precision Industry (TSEC: 2317)	80.0	NA	Manufactures printers
12/30	Private Placement	Fushun Yongmao Construction Machinery	Yongmao (SGX: E6A)	5.0	NA	Develops, produces and supplies tower cranes
Components						
12/28	M&A	Photop Technologies	II-VI (NasdaqGS: IIVI)	82.0	100.0	Designs, integrates, and manufactures photonics
12/29	M&A	Beijing Hollsys	Hollsys Automation Technologies (Nasdaq: HOLI)	59.5	24.1	Offers industrial automation systems
12/15	M&A	Wuxi Excellence Forging	Guizhou Liyuan Hydraulic (SHSE: 600765)	2.9	30.0	Engages in forging part, ring part and flange
11/02	M&A	Valeo12/15 Compressor (Changchun)	Valeo SA (ENXTPA: FR)	NA	40.0	Develops and manufactures air-conditioning compressors
11/11	Private Placement	Fuyu Electrical Technology	Foxconn (Far East)	40.0	NA	Engages in the connector manufacturing
12/16	Private Placement	United Win (China) Technology	Wintek (TSEC: 2384)	30.0	NA	Manufactures and sells electronic components and hardware parts
11/19	Private Placement	Nantong Rainbow Heavy Industry	The Carlyle Group	NA	NA	Supplies ship components and port and marine-related large steel structures
HVAC						
NA						

Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

Hon Hai Precision Industry (TSEC: 2317), which manufactures, processes, and sells connectors, cable, wired/wireless communication products, optics products, power supply modules and assemblies, increased its stake in Fuhuajie Industrial with an additional investment of US\$ 80 million.

II-VI (Nasdaq: IIVI), which develops, manufactures, and markets materials and derivative precision components and products for precision use in industrial, medical, military, and aerospace sectors, acquired Photop Technologies from Walden International for US\$ 82 million consisting of US\$ 45.6 million in cash and US\$ 36.4 million in stock. In addition, there was an earn-out provision of US\$ 12 million based on certain financial targets in 2010 and 2011.

Hollsys Automation Technologies (Nasdaq: HOLI), which provides automation and control technology and applications in China, signed an agreement with Rilin Group to acquire the remaining 24.1% stake in Beijing Hollsys for US\$ 59.5 million in cash and stock. Hollsys Automation issued 4.41 million shares and paid cash consideration of US\$ 9.89 million. Upon the completion, Hollsys Automation held 100% equity interest of Beijing Hollsys.

Selected Capital Markets Transactions in Q4 2009

Pricing Date	Transaction Type	Exchange	Company Name	Sub-Sector	Amount (US\$ MM)	Final Pricing	Premium/Discount to Market % ⁽¹⁾	Price as of Dec 31	Market Cap as of Dec 31 (US\$ MM)	Company Description
12/23	IPO	SHSE	China CNR Corp (SHSE: 601299)	Machinery & Equipment	2,035.6	0.81		0.90	7,452.6	Engages in the manufacturing of railway and railroad equipment
11/18	IPO	SEHK	Sany Heavy Equipment International (SEHK: 631)	Machinery & Equipment	309.7	0.62		1.27	2,530.3	Manufactures and sells integrated excavation machinery, integrated coal mining equipment, and coal mining transportation equipment
11/06	IPO	SEHK	China High Precision Automation (SEHK: 591)	Machinery & Equipment	148.4	0.52		0.58	602.1	Researches, develops, manufactures and sells high precision industrial automation instrument and technology products
12/15	IPO	SZSE	Jiangsu Huasheng Tianlong Mechanical (SZSE: 300029)	Machinery & Equipment	133.1	2.66		4.26	852.5	Researches, develops, manufactures, and sells photovoltaic equipment
12/15	IPO	SZSE	Hunan Zhongke Electric (SZSE: 300035)	Machinery & Equipment	81.7	5.27		7.09	436.2	Provides electromagnetic metallurgical holistic solutions
10/14	IPO	SZSE	Sichuan Jifeng Agricultural Machinery Chain (SZSE: 300022)	Machinery & Equipment	58.3	2.60		8.90	795.5	Agricultural machinery wholesaler and franchising agent
10/14	IPO	SZSE	Bode Energy Equipment (SZSE: 300023)	Machinery & Equipment	43.1	2.87		5.67	339.9	Researches, designs, manufactures and integrates industrial automation control systems
12/02	RD	Nasdaq	RINO International Corporation (Nasdaq: RINO)	Machinery & Equipment	100.0	30.75	(7.5)	27.65	700.4	Designs, manufactures and installs waste water treatment and flue gas desulfurization equipment for use in iron and steel industries
12/17	PIPE	SZSE	Gohigh Data Networks Technology (SZSE: 000851)	Machinery & Equipment	397.7	0.98	(36.0)	1.61	418.8	Manufactures machinery tools and related products
11/30	IPO	SZSE	Jiuli Hi-Tech Metals (SZSE: 002318)	Components	134.7	3.37		4.85	776.4	Manufactures stainless steel pipes and tubes
12/15	IPO	SZSE	Jinlong Machinery & Electronic (SZSE: 300032)	Components	99.3	2.78		4.37	622.9	Designs and manufactures vibration motors and micro motors
10/30	IPO	SEHK	Greens (SEHK: 1318)	Components	72.1	0.21		0.22	271.3	Supplies heat transfer products
12/15	IPO	SZSE	Wuxi Boton Belt (SZSE: 300031)	Components	69.6	5.57		8.27	413.3	Manufactures conveyer belts
10/01	Follow-on	SEHK	Yurkey Optical International (SEHK: 2788)	Components	20.5	0.26		0.21	169.7	Manufactures plastic and metallic parts and components of optical and opto-electronics products
12/28	RD	Nasdaq	China Valves Technology (Nasdaq: CVVT)	Components	24.7	9.00	3.3	9.24	290.1	Manufactures and sells high-quality metal valves for the electricity, petroleum, chemical, water, gas, nuclear power and metal industries

⁽¹⁾ Premium/Discount to Market is calculated based on the closing price of the day prior to pricing

Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

China CNR Corporation (SHSE: 601299), which manufactures railway and railroad equipment, accomplished its US\$ 2 billion IPO on December 23, 2009, making it one of the top 3 IPO issuers in China in 2009 in terms of the transaction value. CICC acted as the lead underwriter.

Sany Heavy Equipment International (SEHK: 631) issued 500 million shares for US\$ 309.7 million. Sany Heavy raised another US\$ 46.5 million with 75 million over-allotment shares offering. Standard Chartered Securities and HSBC were the co-lead underwriters.

China High Precision Automation (SEHK: 591) raised US\$ 148.4 million by issuing 287.5 million shares including 37.5 million over-allotment shares. China High Precision Automation will use the proceeds for R&D and working capital purposes.

RINO International Corporation (Nasdaq: RINO) raised US\$ 100 million via a registered direct offering of 3.3 million shares. According to the transaction structure, RINO also issued Series A and Series B warrants, each has the right to purchase up to 1.1 million shares of common stock at an exercise price of US\$ 34.5. The Series A warrants were immediately exercisable and will expire on June 7, 2010 while the Series B warrants are exercisable beginning on June 8, 2010 and will expire on December 8, 2010.

Jiuli Hi-Tech Metals (SZSE: 002318) issued 40 million shares, consisting of 32 million online and 8 million offline placement for US\$ 134.7 million. The Company will use the proceeds for general corporate purposes and working capital requirement.

Construction & Engineering

Selected M&A/Private Placements in Q4 2009

Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
Steel						
12/15	M&A	Liaoning Guoneng (SHSE: 600077)	Zhejiang Sundry	43.9	17.5	Engages in steel product warehousing, processing and distribution
12/09	M&A	Luzhong Metallurgy & Mining Group	China Minmetals	NA	100.0	Produces iron ore mining and steel
11/17	M&A	Tangshan Baotal Iron and Steel	General Steel (NYSE: GSI)	NA	60.0	Manufactures iron and steel products
Power Generation / Distribution						
10/20	M&A	Guangdong Yudean Jinghai Power Generation	Guangdong Investment (SEHK: 270)	77.4	25.0	Provides electric power construction services, and develops and distributes electricity
11/23	M&A	Guangzhou China Resource Thermal Power	China Resources Power East Nansha	17.3	30.0	Engages in investment and construction of thermal power plants

Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

Zhejiang Sundry signed an agreement with Baiké Investment Management to acquire 27.9 million shares, or 17.5% of Liaoning Guosheng (SHSE: 600077) for US\$ 43.9 million. As of October 31, 2009, Liaoning Guosheng had total revenue of US\$ 74.2 million with a net loss of US\$ 5.4 million and US\$ 90.6 million of total assets.

Guangdong Investment (SEHK: 270) entered into a sale and purchase agreement to acquire a 25% of stake in Guangdong Yudean Jinghai Power Generation from Chun Wai Consultants for US\$ 77.4 million. At the time of completion, Guangdong Investment paid US\$ 10.9 million to shareholders and US\$ 66.5 million to debt holders.

Selected Capital Markets Transactions in Q4 2009

Pricing Date	Transaction Type	Exchange	Company Name	Sub-Sector	Amount (US\$ MM)	Final Pricing	Premium/Discount to Market % ⁽¹⁾	Price as of Dec 31	Market Cap as of Dec 31 (US\$ MM)	Company Description
12/03	Follow-on	SEHK	Anhui Tianda Oil Pipe (SEHK: 0839)	Steel	26.0	0.52	(16.2)	0.53	402.6	Manufactures seamless steel pipes, oil well pipes and furnace pipes
11/10	follow-on	Nasdaq	Golden Green Enterprises (Nasdaq: CHOP)	Steel	24.0	5.00	(23.1)	5.60	223.4	Holding company of a manufacturer of cold-rolled specialty steel products
12/24	RD	NYSE	General Steel (NYSE: GSI)	Steel	25.0	4.50	(22.3)	4.41	201.9	Manufactures hot-rolled steel sheets used in the construction of agricultural vehicles

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Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

Anhui Tianda Oil Pipe (SEHK: 0839) raised US\$ 26 million by offering 50 million H shares to finance the production line construction under Phase II of its 861 Action Plan. Cazenove Asia acted as the sole bookrunner and lead manager to the transaction, and placed the shares on a best efforts basis to at least six investors.

General Steel (NYSE: GSI) announced a registered direct offering of 5 million units for gross proceeds of US\$ 25 million. Each unit consisted of one common share and a two and one half year warrant to purchase additional 0.50 common share. The exercise price of the warrants is US\$ 5 per share and are exercisable six months and one day after the deal closing.

Miscellaneous

Selected M&A/Private Placements in Q4 2009						
Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
Automotive Parts / Automotive						
10/28	M&A	Shenyang Brilliance Jinbei Automobile Zhonghua Business	Huachen Automotive Group	80.5	100.0	Produces passenger cars and multifunctional commercial business vehicles
10/27	M&A	Jinan Geely Automobile	Zhejiang Geely Automobile, Shanghai Maple Guorun Automobile	26.4	100.0	Manufactures and markets sedans and related automobile components
11/24	M&A	Yangzhou Diesel Engine	Jiangsu Yaxing Automobile Group	16.6	27.7	Manufactures and exports diesel engines and spare parts
10/27	M&A	Lanzhou Geely Automobile Industries	Zhejiang Geely Automobile, Shanghai Maple Guorun Automobile	15.5	100.0	Produces, markets, and sells sedans and related automobile components
11/25	M&A	Cnhc Jining Commercial Truck	Sinotruk Jinan Power	14.3	100.0	Manufactures and sells trucks
10/27	M&A	Chengdu Gaoyuan Automobile Industries	Zhejiang Geely Automobile, Shanghai Maple Guorun Automobile	6.9	NA	Manufactures and markets sedans and related automobile components
12/24	M&A	Zhongda Electric Vehicle Company	Zhongda International Holdings (SEHK: 909)	4.0	100.0	Develops electric power systems for vehicles
11/25	M&A	Shenzhen Yonglonghang Auto Service	New Focus Auto Tech (SEHK: 360)	3.8	51.0	Provides automobile services in Shenzhen
12/23	M&A	Fujian Longxi Bearing group (SHSE: 600592)	Beijing Hualong Import & Export	NA	6.4	Produces and sells machinery and automobile parts
11/16	M&A	Jinan HuaWo Truck	China National Heavy Duty Truck Group	NA	50.0	Manufactures heavy trucks
10/26	M&A	Zongshen Industrial Group, Two Wheeled Gas Motorcycle Business	Zongshen PEM Power Systems (TSX: ZPP)	NA	100.0	Manufactures motorcycle engines
10/21	M&A	China Dahua Machine Manufacturing	Changchun Yidong Clutch (SHSE: 600148)	NA	95.4	Manufactures ring gear, flywheels and flex plates
10/21	M&A	Shandong Pengxiang Auto	Changchun Yidong Clutch (SHSE: 600148)	NA	85.0	Produces vehicles, heavy-duty trucks in the drive axle, hydraulic parts
11/09	Private Placement	Zhejiang Zhongke Zhengfang Electronic Technology	Zhejiang Paradise Silicon-Valley Enterprise	14.6	NA	Produces bus vehicle control system for trucks
12/29	Private Placement	Zhucheng Shuguang Axle	Liaoning SG Automotive Group (SHSE: 600303)	2.9	NA	Manufactures axle and automobile parts
Fire, Safety & Security						
10/28	M&A	Panpan Security Industries	Assa Abloy (OM: ASSAB)	NA	100.0	Designs, develops, manufactures and sells doors and door accessories
Industrial Controls						
NA						
Materials, Chemical & Plastics						
11/09	M&A	Sanshui Jianlibao FTB Packaging	Ball Corporation (NYSE: BLL)	90.0	65.0	Manufactures and markets aluminum and tin-plate cans for packaging application
12/30	M&A	Jushi Group (Chengdu)	Jushi Group	73.6	43.0	Designs, develops and produces fiber glass
12/22	M&A	Huaxin Golden Cat Cement (Suzhou)	Mudu Town Collective Assets Management	64.9	51.0	Manufactures construction materials
12/27	M&A	Gansu Qilianshan Building Materials	China National Materials (SEHK: 1893)	34.1	35.7	Produces and sells cement and related products
12/24	M&A	Luquan Dongfang Dingxin Cement	BBMG Corporation (SEHK: 2009)	15.6	13.4	Manufactures cement
12/07	M&A	Linzhou Zhenxin Machinery Casting	Linzhou Linfeng Aluminum & Power Aluminum Materials	2.4	100.0	Manufactures iron, steel and aluminum
12/15	M&A	Lanxess Yaxing Chemical (Weifang)	Weifang Yaxing Group	NA	55.0	Manufactures chemicals including hydrazine hydrate
11/02	Private Placement	China Yaohua Glass Group	Beijing Hony Future Investment	100.0	NA	Manufactures glass and related products
12/27	Private Placement	Gansu Qilianshan Building Materials	China National Materials (SEHK: 1893)	14.6	15.3	Produces and sells cement and related products
11/23	Private Placement	Wuhan Huaili Environment Protection Science Technology	DT Capital Partners	13.5	NA	Researches, develops and produces biodegradable plastic products
12/22	Private Placement	Fu Ying Moulding & Tooling (Shenzhen)	Fu Yu (SGX:F13)	3.0	100.0	Designs, manufactures and sells plastic injection and precision tooling fabrication parts
12/23	Private Placement	TCC Yingde Cement	TCC International (SEHK: 1136)	2.8	NA	Produces and markets cement
Water Treatment						
12/23	M&A	Beijing Enterprises ZKC Environmental	Beijing Enterprises Water (SEHK: 371)	14.4	7.2	Operates as a waste water treatment company
11/09	M&A	Beijing Enterprises ZKC Environmental	Beijing Enterprises Water (SEHK: 371)	7.1	3.6	Operates as a waste water treatment company
10/15	M&A	Anyang Mingbo Water	Beijing Epure International Water	6.6	NA	A water utility company
11/05	M&A	Interchina (Qinhuangdao) Sewage Treatment	Heilongjiang Black Dragon (SHSE: 600187)	NA	75.0	Engages in the regional water treatment businesses
10/21	Private Placement	Zhoukou Penyao Water Supply	Asia Environment (SGX: A58)	9.8	100.0	Offers water supply service in local region
11/17	Private Placement	Yixing Quanxi Environmental Protection	Asia Environment (SGX: A58)	2.0	NA	Researches, develops, manufactures environmental protection equipment, and provides services on design, construction, engineering and installation for water and wastewater treatment projects

Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

Huachen Automotive Group signed an agreement to acquire Zhonghua Business from Shenyang Brilliance Jinbei Automobile for US\$ 80.5 million. The completion of the transaction was subject to several prerequisites including Liaoning Provincial Government approval, NDRC approval for Huachen's restructure proposal of Zhonghua Business, etc.

Ball Corporation (NYSE: BLL), which supplies metal and plastic packaging to the beverage, food, and household products industries, acquired the remaining 65% stake in Sanshui Jianlibao FTB Packaging for US\$ 90 million from Guangdong Jianlibao Group.

Beijing Enterprise Water (SEHK: 371), which constructs sewage and water treatment plants, and operates sewage treatment plants in PRC, acquired a 3.6% stake in Beijing ZKC Environmental from Koo Gen for US\$ 7.1 million in November, which increased its stake from 88.4% to 92%. In December, Beijing Enterprise Water acquired an additional 7.2% stake in Beijing ZKC from Toward Plan Investments for US\$ 14.4 million.

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12/17	IPO	SZSE	Shanghai Xinpeng Industrial (SZSE: 002328)	Automotive Parts / Automotive	212.8	2.84		3.89	1,166.7	Manufactures and sells electromechanical parts
12/08	IPO	SZSE	Shanghai Pret Composites (SZSE: 002324)	Automotive Parts / Automotive	115.3	3.29		5.07	684.6	Manufactures composite materials which applied in automobiles
12/10	IPO	SZSE	Zhejiang Yongtai Technology (SZSE: 002326)	Materials, Chemicals & Plastics	98.1	2.93		4.58	611.5	Engages in the production and custom synthesis of high quality specialty chemicals
12/15	IPO	SZSE	Beijing Cisri-Gaona Materials & Technology (SZSE: 300034)	Materials, Chemicals & Plastics	85.8	2.86		5.06	595.8	Manufacturer of alloys
10/19	IPO	SZSE	Xinjiang West-Construction (SZSE: 002302)	Materials, Chemicals & Plastics	76.9	2.2		4.66	488.9	Produces and sells ready mixed concrete and construction materials
10/12	IPO	SZSE	Chengdu Guibao Science & Technology (SZSE: 300019)	Materials, Chemicals & Plastics	43.8	3.37		6.41	326.8	Manufactures silicone construction and related industrial sealants
12/03	Follow-on	SEHK	Brilliance China Automotive (SEHK: 1114)	Automotive Parts / Automotive	145.2	0.29	(8.6)	0.28	1,407.6	Manufactures minibuses and automobiles
11/10	Follow-on	Nasdaq	Wonder Auto Technology (Nasdaq: WATG)	Automotive Parts / Automotive	64.5	10.75	(7.9)	11.74	316.5	Manufactures automotive electrical parts specifically alternators and starters
11/09	Follow-on	SHSE	Yunnan Yunwei (SHSE: 600725)	Materials, Chemicals & Plastics	123.6	2.37	(6.3)	3.12	906.5	Manufactures acetylene chemical products
11/17	Follow-on	SHSE	Wolong Real Estate Group (SHSE: 600173)	Materials, Chemicals & Plastics	117.2	1.61	(16.7)	1.97	793.1	Manufactures and retails silicate cement and related products
10/23	Follow-on	SEHK	Hong Kong Resources (SEHK: 2882)	Materials, Chemicals & Plastics	16.8	0.21	(10.6)	0.19	106.2	Producer and trader of electroplating chemicals
10/02	RD	NYSE	China Security & Surveillance Technology (NYSE: CSR)	Fire, Safety & Security	58.5	6.25	(8.1)	7.64	447.0	Manufactures, distributes, installs and maintains security and surveillance systems

⁽¹⁾ Premium/Discount to Market is calculated based on the closing price of the day prior to pricing

Source: Company announcements, Capital IQ, Zero2IPO.com.cn, Quamnet.com, ChinaVenture.com.cn, Yahoo! Finance News and PRNewswire.

Wonder Auto Technology (Nasdaq: WATG) closed a follow-on offering of US\$ 64.5 million by issuing 6 million shares at US\$ 10.75 per share. Jefferies, Piper & Jaffray, and Oppenheimer performed as the underwriters.

Yunnan Yunwei (SHSE: 600725) offered 52 million shares for US\$ 123.6 million. The original shareholders were entitled a preferential allotment rights of 10: 1.799 according to the shareholding amounts registered after closing on the record date of November 3, 2009.

China Security & Surveillance Technology (NYSE: CSR) announced a registered direct offering of 9 million shares for proceeds of US\$ 58 million. The company also issued warrants to purchase 2 million shares at an exercise price of US\$ 8.16 per share for a term of one year. China Security & Surveillance Technology will use the proceeds to repurchase its tranche A Zero Coupon guaranteed senior unsecured convertible notes.

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