

## China Industrial Quarterly Update

2nd Quarter 2010

### Quarter in Review

- Alternative Energy sector was relatively weak in the second quarter, the most notable transaction was China Solar Energy raising US\$ 38.5 million from Guangdong Rising Nonferrous Metals Group on May 26<sup>th</sup>.
- Materials, Chemicals & Plastics sector was active both in the private and public markets. There were 18 closed transactions for a consideration over US\$ 2.4 billion in total.
- Chinese domestic exchanges still took the lead in terms of the number of transactions and the capital raised - 15 IPOs raised over US\$ 2.5 billion in Mainland China vs. 2 IPOs raising US\$ 285.1 million in Hong Kong.

### Sector Highlights

- Huadian Power International Corporation (SEHK:1071), which constructs and operates power plants and other power generation related businesses, entered an agreement to acquire a 84.3% equity interest of Shangdong Century Electric Power Development for a total consideration of US\$ 347.1 million from Zhengda Energy Development in cash. Furthermore, Huadian Power also entered into another agreement to acquire Shaoguan City Pingshi Electric Power Plant from Haiyue Power Investment and Lechang City Jinda Power for a consideration of US\$ 136.2 million.
- Nippon Paper Group (TSE:3893), which manufactures and sells paper products, entered into an agreement to acquire a 12.0% equity stake in Lee & Man Paper Manufacturing (SEHK:2314) from Gold Best for a total consideration of US\$ 456.5 million for 546.2 million shares.
- Air China Ltd. has agreed to inject US\$ 150.9 million into Shenzhen Airlines. On the strategic front, this transaction will boost Air China's market share in Shenzhen and Guangzhou to approximately 40.0% and 20.0% respectively.
- Hangzhou Hikvision Digital Technology (SZSE:002415) completed its IPO on May 14<sup>th</sup> raising US\$ 498.0 million by selling 50 million shares, of which 40 million shares were placed online and 10 million shares were placed offline. Hangzhou Hikvision will use the proceeds for R&D, build up of logistics and technical services centers, and other corporate purpose.

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#### 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 Q2 2010						
Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
05/26	Private Placement	China Solar Energy (SEHK:155)	Guangdong Rising Nonferrous Metals Group	38.5	23.3	Develops, manufactures and sells solar cells, modules and panels
05/11	Private Placement	Ultra Energy (Weifang) Technology	Green Energy Technology (TSEC:3519)	37.2	NA	Operates as a solar wafer slicing company
05/03	Private Placement	Jining Sunrich Solar Energy	TLC Capital	10.8	NA	Constructs, operates, and maintains solar power plants
04/14	Private Placement	Eoply New Energy Technology	Jiangsu Zongyi (SHSE:600770)	9.5	NA	Undertakes research and development to harness solar energy
04/29	Private Placement	China Technology Development Group (NasdaqCM:CTDC)	-	6.0	NA	Provides solar energy products and solutions focusing on amorphous silicon (a-Si) thin film technology
04/14	M&A	Husahe Project in Yunnan Province	China Hydroelectric Corporation (NYSE:CHC)	15.5	100	A hydroelectric power project with a production capacity of 19 Megawatts

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

China Solar Energy (SEHK:155), which develops, manufactures and sells solar cells, modules and panels, issued shares to a new investor, Guangdong Rising Nonferrous Metals Group, a subsidiary of Guangdong Rising Assets Management, for US\$ 38.5 million, representing a 23.3% equity interest. China Solar Energy will use the proceeds for the development of potential BIPV systems and projects in Greater China and general working capital purposes.

China Hydroelectric Corporation (NYSE:CHC) acquired Husahe Project in Yunnan province, which has 19 MW capacity, for a total consideration of US\$ 15.5 million. In addition, China Hydroelectric Corporation has another pending acquisition of Xiaopengzu Project in the same province with 44 MW capacity.

Selected Capital Markets Transactions in Q2 2010										
Pricing Date	Transaction Type	Exchange	Company Name	Sub-Sector	Amount (US\$ MM)	Final Pricing	Premium/Discount to Market % <sup>(1)</sup>	Price as of Jun 30	Market Cap as of Jun 30 (US\$ MM)	Company Description
04/13	IPO	Chinext	Beijing Easpring Material Technology (300073)	Battery	105.5	5.28		8.64	691.4	Suppliers of lithium-ion battery and researches and develops lithium cathode materials
06/29	IPO	HKSE	Chaowei Power Holdings (951)	Battery	70.0	0.28		-	-	manufactures lead-acid motive battery

<sup>(1)</sup> 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.

Chaowei Power Holdings (SEHK:951), which manufactures lead-acid motive battery, completed its IPO on June 29, 2010 for US\$ 70 million with 250 million shares offered, of which 225 million was an international offering and 25 million was a Hong Kong public offering. Teluk Batik investment bought 75 million shares of the company.

## Machinery

Selected M&A/Private Placements in Q2 2010						
Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
<b>Machinery &amp; Equipment</b>						
04/27	Private Placement	Delta Electronics (Wuhu)	Delta Electronics (Hong Kong)	50.0	NA	Manufactures and sells transformers and power supplies
04/08	Private Placement	Guangzhou Zhiguang Electric (SZSE:002169)	-	35.1	NA	Develops and manufactures electrical control and automation equipment
06/10	Private Placement	Guangzhou Jinfeng	Guangdong No.2 Hydropower Engineering company (SZSE:002060)	6.6	NA	Manufactures tunnel boring machines, hydraulic metal structure and wind turbine tower
06/07	Private Placement	ATMU Inc	Carlyle Asia Growth Partners	-	NA	Distributes and operates ATMs
06/10	M&A	Shenzhen NARI Technologies	Changyuan Group (SHSE:600525)	37.3	15.0	Develops, designs, produces and markets ATMs
<b>Components</b>						
04/26	Private Placement	Fuding Electronic Technology (Jiashan)	Foxconn (Far East)	78.0	NA	Engages in connector related business
06/15	Private Placement	Evertop (Fujian) optoelectronics	Epistar (TSEC:2448); Top Victory Investments	25.0	NA	Designs, manufactures and distributes LED light bars, LED packages, and other LED related components and modules
06/23	Private Placement	Ampak Technology (Suzhou)	Gemtek Technology (TSEC:4906)	10.0	NA	Designs, develops, and manufactures electronics packaging products for industrial applications
<b>HVAC</b>						
NA						

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

ATMU, which distributes and operates ATMs in China, announced an undisclosed amount round with participation from new investor Carlyle Asia Growth Partners, which specializes in buyouts, growth and expansion capital investments in private companies.

Fuding Electronic Technology (Jiashan), a connector manufacturer, received US\$ 78 million from existing investor, Foxconn (Far East), a subsidiary of Hon Hai Precision Industry, which previously invested US\$ 7.5 million in April 2008.

Evertop (Fujian) Optoelectronics, which designs, manufactures and distributes LED related products, closed a US\$ 25 million funding from Epistar (TSEC:2448), which develops, manufactures and markets LED products, and Top Victory Investment, a subsidiary of TPV Technology (SEHK:903), which designs, manufactures and sells computer monitors, LCD TVs and flat panel TVs.

Selected Capital Markets Transactions in Q2 2010										
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04/19	IPO	SHSE	Xi'an Shaangu Power (601369)	Machinery & Equipment	248.1	2.27		2.55	2,787.1	Manufactures turbine compressors, industrial process engine recovery equipment, turbine blower unit
06/22	IPO	SZSE	Zhongyeda Electric (002441)	Machinery & Equipment	169.5	5.84		-	-	Manufactures industrial machinery and other electrical products
05/21	IPO	SZSE	Zhongyuan Special Steel (002423)	Machinery & Equipment	104.1	1.32		1.19	555.3	Researches, develops and manufactures large-scale special steel precision equipment
05/27	IPO	HKSE	China Titans Energy Technology Group (2188)	Machinery & Equipment	34.8	0.15		0.15	125.8	Manufactures and supplier power electronic products and other energy related products and equipment
04/22	Follow-on	SZSE	Weihai Huadong Automation (002248)	Machinery & Equipment	51.3	5.86	(2.6)	4.86	625.9	Researches, develops and produces numerical control machine tools, functional parts and ordinary machine tools
05/18	IPO	SZSE	Zhe Jiang Kangsheng (002418)	Components	105.4	2.93		2.49	355.7	Manufactures cooling pipe and the extension products
06/29	IPO	SZSE	Jiangyin Zhongnan Heavy Industries (002445)	Components	85.8	2.77		-	-	Manufactures industrial metal pipe
06/04	IPO	SZSE	Jiangsu Shentong Valve (002438)	Components	83.7	3.22		3.77	392.1	Manufactures industrial valves
05/25	IPO	SZSE	Suzhou Victory Precision Manufacture (002426)	Components	82.2	2.05		2.07	830.8	Designs and manufactures precision metal components and plastic parts
06/10	IPO	Chinext	Anhui Shengyun Machinery (300090)	Components	79.7	2.49		3.56	454.0	Manufactures desulphurization precipitator and industrial conveyor
06/25	IPO	Chinext	Sichuan Kexin Mechanical & Electrical Equipment (300092)	Components	54.0	2.35		-	-	Researches, develops and manufactures pressure vessels and packaging equipment
04/01	Follow-on	HKSE	Overseas Chinese Town (Asia) Holdings (3366)	Components	38.6	0.64	(2.9)	0.55	275.3	Manufactures paper-based packaging containers and materials

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

Xi'an Shaangu Power (SHSE:601369), which manufactures heavy machinery for various industries, raised US\$ 248.1 million during an IPO for 109.3 million shares, of which 21.8 million shares were offered offline with 82.2x oversubscription and 87.4 million shares were offered online.

China Titans Energy Technology Group (HKSE:2188), which supplies power electronic products and equipment, completed its IPO on May 27, 2010 for a total consideration of US\$ 34.8 million with 200 million shares offered, of among which 90% was an international offering and 10% was a Hong Kong offering. The proceeds will be used to expand production capability, strengthen market position, R&D and broaden sales channel.

## Construction & Engineering

Selected M&A/Private Placements in Q2 2010						
Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
<b>Steel</b>						
NA						
<b>Power Generation / Distribution</b>						
06/11	Private Placement	Sichuan CPI Fuxi Power Company	China Power International Development (SEHK:2380); Sichuan Provincial Investment Group	111.6	NA	Operates as a coal powered electric power generation facility
05/03	Private Placement	Jiangsu Tianying S.T Environmental Protection Energy	Ping An Insurance (SEHK:2318)	35.1	NA	Constructs sewage treatment and dust control engineering and waste incineration power generation projects
04/28	M&A	Shangdong Century Electric Power Development	Huadian Power International Corporation (SEHK:1071)	347.1	84.3	Owens and operates power generating plants
05/20	M&A	Shaoguan City Pingshi Electric Power Plant	Huadian Power International (SEHK:1071)	136.2	100.0	Owens and operates three power generating units with capacity of 725 MW
05/17	M&A	PetroChina LNG Jiangsu Company	Kunlun Energy (SEHK:135)	73.3	55.0	Develops, builds, and operates the LNG terminal in Jiangsu Province
05/11	M&A	Shanxi China Resources Liansheng Energy Investment	Shenzhen Nanguo Energy	51.8	8.0	Engages in the investment in and operation of power plants
05/24	M&A	Zhangping Huakou Hydro Power	CPI (Fujian) Power Development	12.7	49.0	Generates and sells electricity
05/05	M&A	SE Environment	Shenzhen Energy Group (SZSE:000027)	8.2	10.0	Owens three garbage-fueled power plants

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

Huadian Power International Corporation (SEHK:1071), which constructs and operates power plants and other power generation related businesses, entered an agreement to acquire an 84.3% equity interest of Shangdong Century Electric Power Development for US\$ 347.1 million from Zhengda Energy Development in cash.

Furthermore, Huadian Power also entered into another agreement to acquire Shaoguan City Pingshi Electric Power Plant from Haiyue Power Investment and Lechang City Jinda Power for US\$ 136.2 million.

Kunlun Energy (SEHK: 135), which explores, develops and produces crude oil and nature gas, acquired a 55% equity interest in PetroChina's Jiangsu liquefied natural gas (LNG) business.

**Selected Capital Markets Transactions in Q2 2010**

Pricing Date	Transaction Type	Exchange	Company Name	Sub-Sector	Amount (US\$ MM)	Final Pricing	Premium/Discount to Market % <sup>(1)</sup>	Price as of Jun 30	Market Cap as of Jun 30 (US\$ MM)	Company Description
06/04	Follow-on	Nasdaq	China Gerui Advanced Materials Group (CHOP)	Steel	18.8	5.70	(1.7)	5.18	210.8	Manufactures cold-rolled specialty steel products
04/14	Follow-on	HKSE	Towngas China (1083)	Power Generation / Distribution	39.4	0.46	(7.0)	0.38	746.5	Produces and distributes liquefied petroleum gas

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China Gerui Advance Materials Group (NASDAQ:CHOP), which utilizes advanced technology to manufacture specialty steels products, closed a US\$ 18.8 million raise via selling approximately 3.3 million shares. The use of proceeds will be to finance expansion of high-precision cold-rolled steel production capacity, build up a chromium-plating production line with 200,000 metric tons and other general corporate purpose.

**Logistics Services**

**Selected M&A/Private Placements in Q2 2010**

Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
<b>Air Freight</b>						
06/04	M&A	Sichuan Airlines Co. Ltd.	Northeast Airlines Co. Ltd.	58.6	63.5	Liaoning-based privately-owned airline
04/19	M&A	Shenzhen Airlines Co., Ltd.	Air China Ltd. (SEHK: 753), Total Logistics (Shenzhen) Co. Ltd.	150.9	NA	Provides passenger, cargo and express carrier service
<b>Sea Freight</b>						
06/29	Private Placement	Jiangyin Sunan International Container Terminal Co., Ltd.	PYI Corporation Ltd. (SEHK: 498), Shanghai International Port Group Co. Ltd. (SHSE: 600018)	44.0	NA	Provides passenger, cargo and express carrier service
04/29	PIPE	COSCO Pacific Ltd. (SEHK: 1199)	China COSCO Holdings Co. Ltd. (SEHK: 1919)	600.2	19.8	Leases, manages and sells contains and related equipments
<b>Ground Freight, Express &amp; Warehousing</b>						
06/18	PIPE	Wah Nam International Holdings Ltd. (SEHK: 159)	Consortium	26.4	5.2	Provides limousine rental and airport bus shuttle services in Hong Kong and China
<b>3PL / Freight Forwarding</b>						
NA						

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

Air China Ltd. has agreed to inject US\$ 150.9 million into Shenzhen Airlines. On the strategic front, this transaction will boost Air China's market share in Shenzhen and Guangzhou to approximately 40.0% and 20.0% respectively. However, the unprofitable Shenzhen Airline is expected to negatively impact Air China's financial performance. This transaction is in line with Civil Aviation Administration of China's push to consolidate the domestic aviation industry and improve efficiency.

**Selected Capital Markets Transactions in Q2 2010**

Pricing Date	Transaction Type	Exchange	Company Name	Sub-Sector	Amount (US\$ MM)	Final Pricing	Premium/Discount to Market % <sup>(1)</sup>	Price as of Jun 30	Market Cap as of Jun 30 (US\$ MM)	Company Description
06/22	IPO	Shanghai	Tangshan Port Group Co. Ltd.	Sea Freight	241.2	1.20	(3.9)	NA	NA	Operates the Jintang Seaport in TangShan, China

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

Tangshan Port Group Co. Ltd., operator of the Jintang Seaport dock and port facilities in TangShan, priced at US\$ 1.20 and raised US \$241.2 million through listing on the Shanghai Stock Exchange. The TangShan port primarily handles cargoes including steel, iron ore and coal with capacity of approximately 5.6 million tons per year.

## Miscellaneous

Selected M&A/Private Placements in Q2 2010						
Date Announced	Transaction Type	Target Name	Acquirer/Investor Name	Transaction Value (US\$ MM)	%	Target Description
<b>Automotive Parts / Automotive</b>						
06/02	Private Placement	China Avic Avionics Equipment	AviChina Industry & Technology (SEHK:2357); China Aviation Industry Corporation I, Automotive Business; Hanzhong Aviation Industry (Group); AVIC Avionics Systems	343.1	NA	Designs, manufactures and sells cars, mini automobiles, and car components
04/08	Private Placement	Minth Group Ltd. (SEHK:425)	-	153.1	NA	Designs, develops, manufactures, processes, and sells automobile body parts and moulds of passenger cars
06/10	Private Placement	Jiangxi Fangda Special Steel Vehicle Suspension	Fangda Special Steel Technology (SHSE:600507)	36.6	100.0	Develops and distributes automobile leaf spring and plate resources
06/21	Private Placement	Kumho Tire H.K.	-	11.3	NA	Manufactures and markets vehicle tires
06/08	Private Placement	Changchun Kunda-Guoan Automobile Plastic Mould	Kunda Mould (Shenzhen)	7.3	NA	Manufactures plastic injection mould and plastic automobile components
06/29	M&A	CMW (Tianjin) Industry	China Metal International Holdings (SEHK:319)	28.9	20.0	Manufactures and sells casting products such as auto accessories and electric drives
05/17	M&A	EuAuto Technology	GreenTech Automotive	12.8	100.0	Designs, develops, manufactures and sells micro electric cars
<b>Fire, Safety &amp; Security</b>						
NA						
<b>Industrial Controls</b>						
NA						
<b>Materials, Chemical &amp; Plastics</b>						
06/10	Private Placement	Yihai (Lianyungang) Fine Chemical Industries	Wilmar China New Investments	62.9	NA	Processes oleo chemical products
05/27	Private Placement	CNT Group (SEHK:701)	-	13.6	NA	Manufactures and sells paint products
06/09	Private Placement	Shandong Jinling Chemical	Zhejiang Manbo Investment Management	11.4	NA	Manufactures and distributes chemicals such as sodium hydroxide and methane chloride
04/06	M&A	Jushi Group	China Fiberglass (SHSE:600176)	460.3	49.0	Produces fiberglass in Asia
06/22	M&A	Lee & Man Paper Manufacturing (SEHK:2314)	Nippon Paper Group (TSE:3893)	456.5	12.0	Manufactures and trades paper and pulp
06/21	M&A	Universal Cement Corp, Six Subsidiaries	CR Cement Investments	105.6	100.0	Produces clinker, cement and concrete
05/31	M&A	Beijing Cement Plant	BBMG Corporation (SEHK:2009)	46.8	33.9	Manufactures cement and cement products
05/31	M&A	Beijing Yanshan Cement	BBMG Corporation (SEHK:2009)	40.3	100.0	Manufactures cement
06/29	M&A	Shandong Dongyue Organ silicon Material	Shandong Dongyue Chemicals	21.8	16.0	Manufactures and sells organ silicon material
04/26	M&A	Shanghai Pinguan Plastic Industry	CPMC Holdings (SEHK:906)	20.3	100.0	Designs and manufactures plastic packaging solutions for cosmetic, food, personal and family care, baby care, health care, and chemical products
06/16	M&A	Zhenjiang Zhongda Calcify Products	NSL (SGX:N02)	14.6	2.9	Manufactures and trades calcify products
04/10	M&A	Tianjin Tianhui Cement	Shandong Shanshui Cement Group Company	6.9	100.0	Manufactures and distributes cement in Tianjin
<b>Water Treatment</b>						
04/28	Private Placement	Interchina Holdings (SEHK:202)	-	36.8	NA	Develops environmental protection and water treatment projects
06/30	M&A	China Water Industry Investment	Jiangyin Changjiang Steel Pipe	34.8	13.2	Operates and manages raw water supply and exploitation, cross region water transfer, urban water supply, and waste water treatment

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

Minth Group (SEHK:425), which engages in the manufacture, production and sale of automobile parts, announced a private placement for US\$ 153.1 million of 97 million shares. Chin Jong-Hwa, an existing investor, invested in the transaction and held a 40.9% equity stake after the transaction. Minth Group will use the proceeds to expand production capacity, to improve production networks and to launch new product lines.

Nippon Paper Group (TSE:3893), which manufactures and sells paper products, entered into an agreement to acquire a 12.0% equity stake in Lee & Man Paper Manufacturing (SEHK:2314) from Gold Best for a total consideration of US\$ 456.5 million for 546.2 million shares.

Jiangyin Changjiang Steel Pipe, sells metals, metal minerals, coal and plastic products, acquired a 13.2% equity stake in China Water Industry Investment from China Water Affairs Group (SEHK:855) for total a consideration of US\$ 34.8 million. In 2009, China Water Industry Investment reported net income of US\$ 16.1 million and net assets of US\$ 164.5 million.

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06/01	IPO	SZSE	Zhejiang Wanliyang Transmission (002434)	Automotive Parts / Automotive	186.7	4.39		3.78	643.3	Specializes in automobile transmission
04/30	IPO	SZSE	Xuchang Yuandong Drive Shaft (002406)	Automotive Parts / Automotive	183.2	3.90		3.31	619.6	Manufactures automotive drive shafts
04/12	Follow-on	SZSE	Wanxiang Qianchao (000559)	Automotive Parts / Automotive	272.3	1.36	(9.1)	1.53	1,566.8	Manufactures various motor vehicle parts
05/14	IPO	SZSE	Hangzhou Hikvision Digital Technology (002415)	Fire, Safety & Security	498.0	9.96		10.22	5,109.6	Offers security system monitoring services
05/05	IPO	Chinext	Liaoning Oxiranchem (300082)	Materials, Chemicals & Plastics	336.3	12.45		9.96	1,075.8	Manufactures industrial organic chemicals
06/15	IPO	HKSE	China Liansu Group Holdings (2128)	Materials, Chemicals & Plastics	250.3	0.33		0.31	940.0	Manufactures plastic pipes and pipe fittings
04/12	IPO	SZSE	Beijing Lier High-temperature Materials (002392)	Materials, Chemicals & Plastics	207.7	6.15		5.36	724.2	Manufactures fire-resistant material
06/22	IPO	SZSE	Zhejiang Kingland Pipeline & Technologies (002443)	Materials, Chemicals & Plastics	107.9	3.22		-	-	Manufactures metal and plastic pipes
04/08	Follow-on	HKSE	Yingde Gases Group (2168)	Materials, Chemicals & Plastics	144.8	1.09	(2.5)	1.00	1,807.6	Manufactures and supplies industrial gases

04/13	Follow-on	HKSE	Yingde Gases Group (2168)	Materials, Chemicals & Plastics	100.8	1.10	(0.5)	1.00	1,807.6	Manufactures and supplies industrial gases
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Hangzhou Hikvision Digital Technology (SZSE:002415) completed its IPO on May 14<sup>th</sup> raising US\$ 498.0 million by offering 50 million shares, of which 40 million shares were placed online and 10 million shares were placed offline. Hangzhou Hikvision will use the proceeds for R&D, build up of logistics and technical services centers and other corporate purpose.

China Liansu Group (SEHK:2128) completed its US\$ 250.3 million IPO on June 15<sup>th</sup> by issuing 750 million shares, of which 90% were allotted to international investors and 10% to Hong Kong investors. China Liansu Group will use the proceeds for product development, acquisitions, repayment of debt, R&D and other corporate purpose.

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