



## China Industrial M&A Quarterly

3rd Quarter 2009

### Quarter in Review

- Compared to the second quarter, investors became more aggressive in this quarter. The increasing number of transactions demonstrated that the panic mood in the past few months has lessened, thanks to the continued economic recovery in China.
- The steel sub-sector attracts the most attention because of the acquisition of Echeng Iron & Steel Group by Wuhan Iron & Steel, for approximately US\$ 1 billion; Materials, Chemicals & Plastics was the most active sub-sector in terms of the number of transactions with a couple of notable deals as well.
- A combination of the increase in infrastructure investment as part of the government stimulus packages and the favorable monetary policies should drive more merges and acquisition activities in the next few quarters.

### Deal Highlights

- Wuhan Iron & Steel Co. Ltd. (600005.SH) acquired 77.6% of Echeng Iron & Steel Group from Wuhan Iron & Steel (Group), its parent company, for US\$ 1,097.3 million.
- Man SE (DB: MAN), which manufactures and sells commercial vehicles, turbo machinery, diesel engines, and gear systems principally in Germany, acquired 4.2% of Sinotruck (Hong Kong) for US\$ 104.4 million with a right to increase its stake to 25% plus one share to become the largest single minority shareholder of Sinotruck.
- China National Materials, which provides cement production equipment and engineering services, increased its stake in Sinoma Science & Technology from 47.67% to 54.32% via a US\$ 136.4-million investment.
- Irico Display Devices, a leading color picture tubes and deflection yokes manufacturer, purchased 36.16% of Shaanxi IRICO Electronics Glass for US\$ 463.3 million. The proceeds will be used for the R&D of the advanced TFT-LCD glass substrate production lines and the construction of a phase II expansion project of TFT-LCD glass substrate production line.

#### 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

## Introduction

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 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.

We are pleased to present our quarterly review of the China Industrial sector M&A and private placement activities, focusing on both financial and strategic buyers/investors acquiring China assets and Chinese corporations acquiring overseas targets.

The purpose of this report is to provide a summary of notable China Industrial M&A and private placement activities in the third quarter of 2009, highlighting selected notable transactions that are relevant to venture capital, private equity, and strategic buyers/investors. Our review is broken down into the following eleven industrial sectors:

- Alternative Energy
- Automotive Parts/Automotive Components
- Fire, Safety & Security
- HVAC
- Industrial Controls
- Machinery & Equipment
- Materials, Chemicals & Plastics
- Steel
- Power Generation/Distribution
- Water Treatment

However, during the third quarter of 2009, there were no notable transactions in the HVAC sectors.

## Alternative Energy

China Singyes Solar Technologies (SEHK: 750), a large curtain wall manufacturer, completed a private placement with Strong Eagle Holdings for US\$ 27.6 million. Singyes Solar will use the proceeds to acquire equipment and technologies in the renewable energy related areas, in addition to project financing and general working capital.

Nobao Renewable Energy closed its first round of financing of US \$25 million from China Environmental Fund III, managed by Tsing Capital. Nobao Renewable Energy will use the proceeds to fund projects that are based on its geothermal heat pumps technologies.

AEI, which operates energy infrastructure in Latin America, Europe and Asia, made a strategic investment of US\$ 15 million in NBT New Energy for a 49% equity stake. After the completion of the transaction, AEI will control the board and have the right to appoint key management personnel.

### Selected Alternative Energy Transactions

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 6	NA	Shenzhen Prosunpro Solar Industrial	4.5	100.0	4.5	Specializes in flat plate solar collector, solar water heater system, central solar water heater system, and solar energy photovoltaic technology
Jul 14	China Merchants China Direct Investments	Wuhan Rixin Technology	2.2	NA	NA	Engages in the production, design, construction, operation and management of solar energy power stations, and also develops and installs the solar energy lighting systems
Jul 15	Strong Eagle Holdings	China Singyes Solar Technologies (SEHK: 750)	27.6	39.9	69.1	Engages in the design, manufacturing, supply, and installation of curtain walls
Aug 4	Berkshire Griffin	China Wind Power International (TSXV: CNW)	27.3	NA	NA	Develops and operates wind power plants

**Selected Alternative Energy Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Aug 6	Tsing Capital	Nobao Renewable Energy Holdings	25.0	NA	NA	Designs, constructs, and installs geothermal heat pumps
Sep 23	AEI	NBT (Baicheng) New Energy Development	15.0	49.0	30.6	Owns and operates a 49.5 MW wind energy farm

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

**Automotive Parts/Automotive**

Sinotruck (Hong Kong) signed a share purchase agreement with Man SE (DB: MAN), which manufactures and sells commercial vehicles, turbo machinery, diesel engines, and gear systems principally in Germany, selling 4.2% stake for US\$ 104.4 million. In addition, MAN SE has the right to increase its holding to 25% plus 1 share to become the largest single minority shareholder of Sinotruck.

Zotye Holding, which provides motor cycles, auto spare parts and accessories, castings, forgings, and other mechanical and electrical products in Africa, the Middle East, Asia, and South America through distributors, raised US\$ 14.6 million from local venture firm - Zhejiang Haiyue, selling approximately a 3.9% stake.

**Selected Automotive Parts/Automotive Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 7	Chengdu Guohua Metal Manufacturing	Chengdu Chengshang Motor Vehicle	8.0	100.0	8.0	Produces motors
Jul 15	Man SE (DB: MAN)	Sinotruck (Hong Kong) (SEHK: 3808)	104.4	4.2	2,485.7	Offers heavy truck parts and components, including engines, cabins, axles, steel frames, and gearboxes
Jul 28	Zhejiang Haiyue Venture Capital	Zotye Holding Group	14.6	3.9	374.8	Engages in the research and development, and production of vehicles, parts of engine, and gearboxes
Sep 29	NA	Guizhou Dazhong Rubber	1.2	30.0	4.1	Operates as an automotive rubber spare parts research and manufacturing company

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

## Components

Pan Asia Environmental Protection Group (SEHK: 556), which manufactures and sells pipes, water treatment, and flue gas treatment products and equipment, signed a memorandum of understanding with Jiangsu E Motors. According to the MoU, Pan Asia Environmental Protection Group will purchase 6% of E Motors by issuing 9.5 million shares, valued at approximately US\$ 1.6 million.

Selected Components Transactions						
Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 22	State Grid Corporation of China	Henan Pinggao Electrical (SHSE: 600312)	NA	27.7	NA	Manufactures and sells high voltage switches, control equipment and parts, and provides technical supports
Jul 27	Great Wall Motor Company (SEHK: 2333)	Baoding Huanqiu Auto Spare Parts	4.5	49.0	9.2	Manufactures and sells automotive upholstery including roofs, carpets, heat insulation layer in engine room
Sep 3	Pan Asia Environmental Protection (SEHK: 556)	Jiangsu E Motors Company	1.6	6.0	26.5	Engages in the manufacture and sales of electric motor vehicles, batteries and other related products
Sep 10	Fujian Juan Kuang Yaming Electric	Anhui Juan Kuang Lighting Fixture	1.5	100.0	1.5	Engages in manufacturing and distribution of induction and electrical lighting products, lighting accessories, capacitors and electrical components and parts; electrical circuitry design and project management
Sep 15	Barron Partners	China Wind Systems (OTCBB: CWSI)	1.1	NA	NA	Engages in the manufacture and sale of textile dyeing and finishing machines; high precision forged rolled rings for the wind power industry; and other specialty equipment used in the production of coal generated electricity
Sep 30	NA	Wuhan Rixin Technology	2.2	NA	NA	Engages in the research and development, manufacture, and marketing of solar modules

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

## Fire, Safety & Security

China Security & Surveillance Technology, a digital surveillance technology solution provider, continued its expansion via acquisition in the third quarter of 2009. It acquired 100% stake in (i) Zhejiang Loyal, a fire safety auto-alarm system provider; (ii) Anhui Guangcheng Technology, which participates in developing the National Intelligent Transportation Networking Standards; and (iii) Shanghai Nanxiao Fire-Protection Engineering Equipment, designs and manufactures fire-fighting equipments.

Selected Fire, Safety & Security Transactions						
Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 9	China Security & Surveillance Technology (NYSE: CSR)	Zhejiang Loyal	16.1	100.0	16.1	Engaged primarily in the design and installation of fire safety auto-alarm networking systems
Jul 9	China Security & Surveillance Technology (NYSE: CSR)	Anhui Guangcheng Technology	2.9	100.0	2.9	Participated in the development of the National Intelligent Transportation Networking Standards

**Selected Fire, Safety & Security Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Aug 11	China Security & Surveillance Technology (NYSE:CSR)	Shanghai Nanxiao Fire-Protection Engineering Equipment	14.6	100.0	14.6	Designs, manufactures, markets, sells, and installs fire-fighting equipment

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

**Industrial Control**

There is no significant transaction in the industrial control sector in the third quarter of 2009.

NARI Technology Development, a subsidiary of Nanjing NARI Group, acquired the assets of Nanjing Nari Group Corporation for US\$ 58.8 million as part of the privatization led by the government.

**Selected Industrial Control Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 14	NARI Technology Development (SHSE: 600406)	Nanjing Nari Group Corporation	58.8	100.0	58.8	Engages in the development, manufacture, system integration, and engineering service in power systems and system automation

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

**Machinery & Equipment**

Shanghai Electric Power Generation Equipment raised US\$ 104.2 million from Siemens AG in exchange for a 40% equity stake on Sep 3. The proceeds will be used to finance the assets acquisition, advance integration in the power equipment segment of the group, and also facilitate Siemens' contribution of technology and management expertise.

Quad-C, a private equity firm specializing in MBOs, owner recapitalization and family succession, purchased 25% of Shijiazhuang Gongda Chemical Equipment for US \$25 million. Gongda Chemical will use the proceeds to expand production line and develop new applications.

**Selected Machinery & Equipment Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 20	UNIS Document Solutions	Shanghai LIGHT Business Machines	NA	100.0	NA	Engages in wholesale of document reproduction machines, supplies and provides reprographics services
Jul 29	Brother Industries (TSE: 6448)	Xian Typical Brother Industries	15.7	40.0	39.3	Manufactures and markets industrial sewing machines
Aug 18	China Valves Technology (OTCBB: CVVZ)	Yangzhou Rock Valve Lock Technology	7.3	100.0	7.3	Engages in the scientific research, design, exploitation, production, and sale of LCS machinery interlock safe control systems
Aug 24	YFY Investment	Yuen Foong Yu Family Paper (Beijing)	25.0	71.4	35.0	Operates a paper mill
Sep 1	Shanghai Shibe Hi-tech (Group)	Shanghai Erfangji (SHSE: 900902)	NA	41.9	NA	Engages in the manufacture and trading of textile machinery and accessories

**Selected Machinery & Equipment Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Sep 3	Siemens AG (DB: SIE)	Shanghai Electric Power Generation Equipment	104.2	40.0	260.5	Manufactures and markets turbines including fossil-fired steam turbines, nuclear turbine, and heavy duty gas turbines
Sep 9	Quad-C Management	Shijiazhuang Gongda Chemical Equipment	25.0	NA	NA	Manufactures chemical units for drying, vaporizing, crystallization and filtering
Sep 15	China Coal Technology & Engineering Group	Tiandi Science & Technology (SHSE: 600582)	NA	61.9	NA	Engages in the production and sale of electronic products, environmental protection equipments, mining, designing and contracting of underground projects, coal washing and selection projects
Sep 18	Beijing Energin Industry Co. Ltd, Chook Bo Group	Nantong Acciona	NA	45.0	NA	Manufactures wind turbines in eastern China

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

**Materials, Chemicals & Plastics**

China National Materials, which provides cement production equipment and engineering services, increased its stake in Sinoma Science & Technology from 47.67% to 54.32% via a US\$ 136.4 million investment. The funding will be used for the technology innovation of cylinders for natural gas vehicles with production capacity of 130,000 pieces per year and R&D base for super high pressure composite cylinders by Sinoma.

Irico Display Devices, a leading color picture tubes and deflection yokes manufacturer, purchased 36.16% of Shaanxi IRICO Electronics Glass for US\$ 463.3 million. The proceeds will be used for the R&D of the advanced TFT-LCD glass substrate production lines and the construction of phase II expansion project of TFT-LCD glass substrate production line.

Guangcai Investment Group, together with two individual investors - Zhang Shouqing and Mei Qiang, acquired 14.54% of Luohe Yinge Industrial Corporation, a paper manufacturer in Henan Province, from Yinge Industrial Investment for US\$ 79.3 million.

**Selected Materials, Chemicals & Plastics Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 6	Shanxi Maohua Energy Investment Company	Shanxi Shuozhou Wantongyuan Erpu Coal Company	58.2	70.0	83.1	Engages in the construction of coal mines
Jul 6	Shanxi Maohua Energy Investment Company	Shanxi Dongyi Zhonghou Coal Company	53.1	70.0	75.9	Offers coal production and exploration services
Jul 7	Inner Mongolia Sunrise Petroleum	Handan Chang Yuan Natural Gas Company	NA	49.0	NA	Distributes gas and owns a gas pipeline in Handan City
Jul 8	Hunan Electronic Information Industry Group; Golden Apple International Investment	Hunan Heg Electronic Glass	329.5	100.0	329.5	Engages in the manufacturing and sale of CRT glass
Jul 14	Shenzhen City Ruirui Technology Company	Tianzhu Yutian Construction Material	6.5	100.0	6.5	Engage in exploration of precious metals and sale of materials for building

**Selected Materials, Chemicals & Plastics Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
						construction
Jul 15	Sino Wisdom	Shuangqiang Bamboo & Wood	4.4	NA	NA	Produces bowls, tea sets, chopping boards, racks, fruit forks and fruit plates
Jul 21	Zhongjin Gold (SHSE: 600489)	Zhen'an County Gold Mining	116.8	100.0	116.8	Owens and operates gold mines
Jul 27	Beijing Huiyuan Beverage and Food Group	Tai an Huiyuan Food & Beverage	23.1	100.0	23.1	Engages in the production of bottle embryos which are used in packaging beverage products.
Aug 4	Guangzhou Luxiang (SZSE: 002192)	Ganzizhou Rongda Lithium	10.7	51.0	21.0	Engages in lithium ore mining and exploitation and dressing of spodumene ore, and the processing and marketing of lithium concentrate, etc.
Aug 4	Far Eastern Polytex (Holding)	Wuhan Far Eastern New Material	10.0	NA	NA	Manufactures polymer products and fibers including PET sheet
Aug 5	Beijing Juanshixuan Property Development	C&T Technology Development Company (SHSE: 600149)	NA	14.5	NA	Offers metal products including casts and forged rolls
Aug 5	SecureLogic (OTCBB: SLGI)	Zhejiang LEDI Electronic Technology	NA	100.0	NA	Offers copper processing services
Aug 11	Guangcai Investment Group	Henan Yinge Industrial Investment (SHSE: 600069)	79.3	14.5	546.9	Engages in the manufacture and sale of paper products
Aug 19	China Power Sino Renewable Resources	Tianshan Goldfields, Chinese Gold Projects	22.5	100.0	22.5	Comprises a Gold Mountain project which consists of 11 exploration licenses in the Tulasi Basin covering a combined area of 576 square kilometers
Aug 26	Bengbu Design and Research Institute for Glass Industry	Anhui Huaguang Glass Group Company	NA	70.0	NA	Specializes in float glass and deep-processed glass products
Sep 4	Foshan Southern Packaging	Foshan Energetic Film	8.8	35.0	25.0	Manufactures and markets polyester films
Sep 7	Shuoguang City Haoyuan Chemical Company	Bromine and Crude Salt Manufacturing Assets in Shouguang City	16.9	100.0	16.9	Engages in manufacturing bromine and crude salt
Sep 9	Merck KGaA (DB: MRK)	Suzhou Taizhu Technology Development	40.8	100.0	40.8	Manufactures and supplies effect pigments
Sep 15	China National Materials Company (SEHK: 1893)	Sinoma Science & Technology (SZSE: 002080)	136.4	6.7	2,050.4	Manufactures and sells technology and equipment in the specialty fiber composites industry
Sep 17	Irico Display Devices (SHSE: 600707)	Shaanxi IRICO Electronics Glass	463.3	36.2	1,281.3	Manufactures industrial glass that is used to make LCD glass based panels
Sep 18	Jilin Yatai Cement	Jilin Jinyuan Cement	45.6	100.0	45.6	Manufactures and wholesales cement
Sep 24	CCB International Asset Management	Jiangyin Lanling Bottle Stoppers	14.7	NA	NA	Manufactures and markets pharmaceutical packing products including medicinal butyl rubber stoppers, glass

**Selected Materials, Chemicals & Plastics Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Sep 25	NA	Dalian Runze Chemurgy	8.4	100.0	8.4	vials, and other disposable medical products Manufactures and sells chemicals for use in agriculture

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

**Steel**

Wuhan Iron & Steel Co. Ltd. (600005.SH) acquired 77.6% of Echeng Iron & Steel Group from Wuhan Iron & Steel (Group), its parent company, for US\$ 1,097.3 million. Under the tem, Wuhan Iron & Steel agreed to acquire pellet production facilities located at Xinmiao Industrial Zone in Echeng District.

Nanchang Steel sold a 57.97% stake to Liaoning Fangda Group Industrial, a carbon producer, for US\$ 133.2 million. The transaction is part of the steel mill's restructuring plan led by the State-Owned Assets Supervision and Administration Commission, Jiangxi provincial branch.

**Selected Steel Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 8	Baosteel Group Shanghai Ergang	Shanghai Shenjia Metal Products	5.9	25.0	23.4	Engages in producing high tensile pre-stressed steel products
Jul 13	China Minmetals Corporation; China Ping An Trust & Investment Company	Minmetals Yingkou Medium Plate	329.3	NA	NA	Manufactures medium and heavy steel plates
Jul 20	NA	Jiangsu Zhongnan Construction Group (SZSE: 000961)	181.2	NA	NA	Engages in the manufacture and sale of steel materials and processing extended products
Aug 14	Dongbei Steel Group Dalian Precision Alloy	Anshan East Asia Precision Stainless Steel	NA	100.0	NA	Produces cold rolled stainless strips, which are used in machinery, food industry, chemical equipments, and auto parts industry
Aug 27	Wuhan Iron and Steel (SHSE: 600005)	Echeng Iron & Steel Group	1,097.3	77.6	1,414.0	Manufactures and markets iron and steel products and has an annual capacity of about 3 million tons
Sep 30	Liaoning Fangda Group Industrial Company	Nanchang Steel	133.2	58.0	229.8	Manufactures steel products

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

**Power Generation/Distribution**

Shenzhen Ruihua Energy Investment and Liulin Liansheng Energy Investment, the existing investors of Shanxi China Resources Liansheng Energy Investment, injected US\$ 410 million on a pro rata basis to maintain their 58% and 42% stake, respectively. The proceeds will be used for the acquisition of a number of target coal mine companies in Shanxi Province.

**Selected Power Generation/Distribution Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 28	Tangshan Sanyou Chemical Industries (SHSE: 600409)	Tangshan Sanyou Thermal Power	16.7	27.2	61.4	Operates as an electric utility company
Aug 5	Asia Hydro Power Investment	Asia Power (Leibo) Hydroelectricity	1.5	20.0	7.5	Develops and operates hydro power electricity generation plant
Aug 24	Shenzhen Ruihua Energy Investment; Liulin Liansheng Energy Investment	Shanxi China Resources Liansheng Energy Investment	410.0	NA	NA	Engages in the investment in and operation of power plants
Sep 15	China Sinochem	Sinochem International (SHSE: 600500)	NA	52.0	NA	Engages primarily in the import and export, domestic trade and transport, freight forwarding, and warehousing of chemical raw materials, chemical, agro-chemicals, plastics, and rubber

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

**Water Treatment**

Wheelabrator Technology, which produces clean energy from waste fuels, acquired a 40% stake in Shanghai Environment Group from Shanghai Chengtou, which holds the remaining 60% equity stake. Upon the completion of the transaction, Shanghai Environment Group will be converted into a Shanghai-Hongkong joint venture company by those two parties.

**Selected Water Treatment Transactions**

Announcement Date	Lead Investor(s) / Buyer	Target	Transaction Value (US\$ mm)	%	Implied Valuation (US\$ mm)	Description of Target(s)
Jul 14	Olympus Capital	Zhaoheng Hydropower	47.5	NA	NA	Owns eleven hydropower stations with a combined installed capacity of about 200 megawatts
Aug 4	Wheelabrator Technologies	Shanghai Environment Group	141.9	40.0	354.8	Operates as a waste management company and offers environmental service
Sep 18	Dalian Dongtai Industrial Waste Treatment	Hunan Hanyang Environmental Protection Science & Technology	2.2	65.0	3.4	Engages in treatment and utilization of waste and the management and operation of waste treatment facilities

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

\* \* \* \* \*

**The material is a product of the Investment Banking Department of Cowen Latitude Asia ("Cowen Latitude"). Unless otherwise specifically stated, any views or opinions expressed herein are solely those of the Investment Banking Department of Cowen Latitude and may differ from the views and opinions expressed by Cowen Latitude's other departments or divisions of Cowen Latitude and its affiliates.**

*This material is provided for information only and is not intended as a recommendation or trading strategy or an offer or solicitation for the purchase or sale of any security or financial instrument. This material is not intended as a recommendation as to the merits of any proxy solicitation with respect to any transaction referenced herein. Cowen Latitude and its affiliates may have positions (long or short), effect transactions or make markets in securities or financial instruments mentioned herein (or options with respect thereto), or provide advice or loans to, or participate in the underwriting or restructuring of the obligations of, issuers mentioned herein.*

*The information contained herein is as of the date referenced above and Cowen Latitude does not undertake any obligation to update such information. All market prices data and other information are not warranted as to completeness or accuracy and are subject to change without notice. Past performance is not indicative of future results. The investments discussed may fluctuate in price or value. Cowen Latitude Asia is a member of the Securities and Futures Commission. Copyright 2009 Cowen Latitude Asia. All rights reserved.*