



No. 2111 Chengxin Road, Nanjing Jiangning, Science Park, Nanjing 211112, PRC
 Tel: (86) 25-5216 9777 Fax: (86) 25-5216 9700 Web: www.sunpower.com.cn

FOR IMMEDIATE RELEASE

Sunpower's net profit up 38.4% yoy to RMB20.4 million in 3QFY2010

- Revenue improved by 62.3% to RMB265.9 million in 3QFY2010 from RMB163.8 million in 3QFY2009
- Group optimistic on growing momentum of energy conservation and environmental protection
- Secured RMB90.5 million in orders from repeat customers in the Purified Terephthalic Acid industry

Singapore, 10 November 2010 – Mainboard-listed Sunpower Group Ltd. (“中圣集团”, “Sunpower” or “the Group”), a China-based heat transfer technology specialist engaged in the design, R&D and manufacture of customised energy-efficient, energy-saving and environmental protection products, recorded a year-on-year (yoy) increase of 38.4% in net profit attributable to shareholders of RMB20.4 million for the three months ended 30 September 2010 (“3QFY2010”). The double digit growth is attributable to the surge in delivery of completed orders for the Heat Exchangers and Pressure Vessels segment and Heat Pipes and Heat Pipe Exchangers segment.

3Q2010/9M2010 Financial Review

Description (RMB'000)	3Q FY2010	3Q FY2009	(+/-) %	9M FY2010	9M FY2009	(+/-) %
Revenue	265,933	163,819	62.3%	600,141	432,713	38.7%
Gross profit	61,699	34,115	80.9%	157,187	113,747	38.2%
Gross profit margin (%)	23.2%	20.8%	2.4%pt	26.2%	26.3%	(0.1)%pt
Profit before tax	25,766	18,552	38.9%	64,622	51,191	26.2%
Net profit after tax	20,368	14,720	38.4%	50,619	39,204	29.1%
Net profit margin (%)	7.7%	9.0%	(1.3)%pt	8.4%	9.1%	(0.7)%pt
Earnings per share (RMB cents)	6.2	4.5	37.8%	15.4	11.9	29.4%

Revenue jumped 62.3% yoy to RMB265.9 million in 3QFY2010 from RMB163.8 million in 3QFY2009. The significant increase is attributable to:

- i. 93.1% surge in Heat Exchanger and Pressure Vessels segment, contributing RMB183.2 million in sales



No. 2111 Chengxin Road, Nanjing Jiangning, Science Park, Nanjing 211112, PRC
Tel: (86) 25-5216 9777 Fax: (86) 25-5216 9700 Web: www.sunpower.com.cn

- ii. 64.4% boost in Heat Pipes and Heat Pipe Exchangers segment, bringing in RMB50.4 million in revenue

The Group reported a 2.4 percentage points increase in gross profit margin to 23.2% in 3QFY2010 from 20.8% in the corresponding period last year. In tune with the better gross profit margin, gross profit climbed 80.9% from RMB34.1 million in 3QFY2009 to RMB61.7 million in 3QFY2010.

Selling and distribution expenses increased 65.2% to RMB7.6 million in 3QFY2010 from RMB4.6 million in 3QFY2009, due to increased group business development activities resulting from the boost in revenue. The 151.4% increase in administrative expenses from RMB10.3 million in 3QFY2009 to RMB26.0 million in 3QFY2010 is attributable to RMB2.5 million of impairment allowance on trade receivables and higher research, payroll and miscellaneous expenses incurred during the period.

As a result, the Group posted a net profit attributable to shareholders of RMB20.4 million in 3QFY2010, a 38.4% increase from RMB14.7 million in 3QFY2009. Earnings per share correspondingly increased 37.8% to RMB 6.2 cents in 3QFY2010 as compared to RMB 4.5 cents in 3QFY2009.

The Group's balance sheet remained healthy, maintaining cash and bank balances of RMB187.7 million as at 30 September 2010. Inventories increased 19.2% to RMB250.4 million as at 30 September 2010 due to more raw materials purchased and work-in-progress products manufactured to meet the higher demand for Sunpower's products.

Outlook

With a strong business presence in China, the Group is poised to take advantage of the opportunities present in the market. According to an article on Bloomberg news, China, the world's biggest polluter and energy user, will continue to implement measures including tax incentives, price reforms and financial subsidies to spur environmental and power conservation in the next five years. Quoting Mr Xie Zhenhua, Vice Chairman of China's National Development and Reform Commission in a press conference on the 29th of September 2010: "The country will spend 83.3 billion yuan (\$12.5 billion) on energy and environmental conservation in China in 2010 after investing 128.5 billion yuan from 2006 to 2009." This strong message sets the tone for the Chinese government's commitment towards encouraging sustainable development by improving energy efficiency.



No. 2111 Chengxin Road, Nanjing Jiangning, Science Park, Nanjing 211112, PRC
Tel: (86) 25-5216 9777 Fax: (86) 25-5216 9700 Web: www.sunpower.com.cn

Professor Guo Hong Xin, Executive Chairman of Sunpower Group commenting on the Group's outlook: "Over the years, Sunpower has established its position as the market leader in the development of energy efficiency technologies both in China and internationally. Our recognised brand name has propelled the Group forward, allowing us to attract new customers and retain existing valued clients. A prime example would be the RMB90.5 million in orders that we received from repeat customers in the Purified Terephthalic Acid industry.

Moving forward, we are committed to researching and developing more innovative energy saving equipment and solutions through the recently established "Jiangsu Province Industrial Energy-Saving Technology Research Institute", which is supported by the Jiangsu provincial government.

Through our reputable brand, strong technical expertise and quality products, we are confident of strengthening our leadership in the energy saving sector and securing more orders in the near future.

END

About Sunpower Group Limited

PRC-based Sunpower Group Ltd. specializes in the design, R&D and manufacture of customized energy saving and environmental protection products using heat-transfer technologies. Its products range from heat exchangers & pressure vessels, heat pipes and heat-pipe exchangers, pipe supports, and energy-saving & environmental protection systems. They are used in various industries such as petrochemical, steel, transportation, chemicals, metallurgy, solar energy and etc, particularly in energy projects that benefit from the products' energy-saving and energy-efficiency features. Sunpower has a strong customer base and is a member of both China Petroleum and Chemical Corporation (SINOPEC) materials supply network and China National Petroleum Corporation (CNPC) first-tier network. These memberships pre-qualify the Group to supply products to companies in the SINOPEC and CNPC groups. To date, the Group has 65 patents registered in China to its proprietary heat technologies.

For more information, please refer to: <http://sunpower.com.cn/>

Issued for and on behalf of Sunpower Group Ltd

By Financial PR Pte Ltd

For more information please contact:

Kathy ZHANG, kathy@financialpr.com.sg

Nicole CHEN, nicole@financialpr.com.sg

Tel: (65) 6438 2990 Fax: (65) 6438 0064