

Sustainable Performance Group

Monthly Report May 2009

PORTFOLIO COMMENT

The positive mood on financial markets continued through the month of May. Although the global economy is still in difficult territory, improving economic indicators reflect hopes for an imminent recovery, thereby attracting investors back into the market. The oil price, for example, has almost doubled since its low point in mid-February, even though demand has barely increased since then. Shares sensitive to the economic cycle, along with small and mid-cap stocks, also benefited from investors' renewed appetite for risk. The SPG portfolio benefited mainly from the "Energy" cluster. Yingli Green Energy gained more than 60%, in the process correcting to some extent the extremely low valuation. Although Yingli Green Energy, like the entire sector, is also facing a decline in solar module prices caused by a cheaper cost base, the Chinese provider still has a significant competitive advantage. The investment theme "Water" was stronger during May. While Itron benefited from increased public-sector investments in smart grid technologies, Suez Environnement surprised the market by confirming its existing forecast for the current financial year.

PORTFOLIO COMPANY: CHINA GREEN

China Green is engaged in the production and supply of safe crop compliant vegetables and fruits, including fresh produce, processed products, pickled products, branded beverages, rice products, and instant noodles. The company has 40 cultivation bases in five Chinese provinces and 10 processing plants. With its products China Green is excellently positioned in the Asian consumer market. It has shifted its business model more towards branded and processed products. This move makes business sense but comes at a cost for branding and building up distribution channels. The rising cost of food raw materials (soy-bean based ingredients), packaging materials (PET, plastic), seed, fertilizers, and pesticides might impact the gross margin. The negative impact can be mitigated through economies of scale, better plant utilization, internal sourcing of raw materials (50% of value), and cash-on-delivery. We remain confident that China Green will benefit from strong demand from Japanese and Chinese customers for specialized high-quality products.

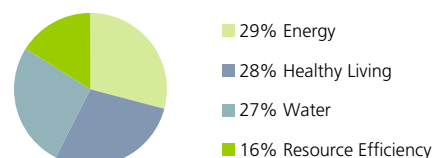
SHARE PRICE DEVELOPMENT (IN CHF)



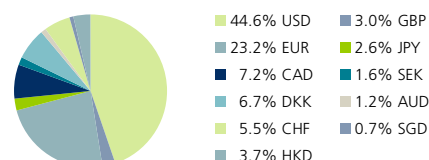
Sustainable Performance Group AG

Josefstrasse 218 • CH-8005 Zürich • Switzerland • Phone +41 44 687 22 66 • Fax +41 44 687 22 69
www.sustainable.ch • info@sustainable.ch

INVESTMENT THEMES



CURRENCIES



TEN LARGEST POSITIONS

Company	In %
Yingli Green Energy	4.8
Vestas Wind Systems	3.2
SMA Solar Technology	3.0
Thermo Fisher Scientific	2.9
AgraQuest	2.7
Stantec	2.6
Itron	2.5
Avon Products	2.3
SGL Carbon	2.3
KSB	2.2

PERFORMANCE

	YTD	1 Month	in CHF
Share Price	6.84%	1.50%	203.00
NAV	8.56%	3.61%	194.88
Premium/Discount			4.2%

MARKET CAPITALIZATION + CONVERTIBLE BOND (IN CHF)

CHF 177'916'000.-