

Quarterly Report 1/2006



ENERGY

WATER

HEALTHY LIVING

RESOURCE EFFICIENCY

SPG – Sustainable Performance Group

The future in one share

PORTFOLIO as per 31.03.2006

Themes	Company	Country	No. of shares on 31.12.05	No. of shares on 31.03.06	Local currency	Price in local currency	Market value in CHF	in % of assets
ENERGY	Österr. Elektrizitätswirtschafts-AG	Austria	16 000	16 000	EUR	367.00	9 278 934	3.6
	SolarWorld	Germany	20 000	20 000	EUR	216.78	6 851 115	2.6
	Noble	USA	57 000	57 000	USD	81.10	6 028 694	2.3
	Toyota Motor	Japan	82 000	82 000	JPY	6 430.00	5 838 661	2.3
	Vestas Wind Systems	Denmark	150 000	150 000	DKK	153.50	4 876 550	1.9
	Xantrex Technology	Canada	461 589	461 589	CAD	8.99	4 631 547	1.8
	Abengoa	Spain	-	110 000	EUR	20.23	3 516 419	1.4
	Conergy	Germany	-	15 000	EUR	136.05	3 224 793	1.2
	Canadian Hydro Developers	Canada	359 600	489 600	CAD	5.79	3 163 959	1.2
Q-Cells	Germany	38 000	22 000	EUR	77.58	2 697 022	1.0	
WATER	Jacobs Engineering Group	USA	70 000	70 000	USD	86.74	7 918 538	3.1
	Geberit	Switzerland	8 000	6 200	CHF	1 245.00	7 719 000	3.0
	Ecolab	USA	128 000	128 000	USD	38.20	6 376 772	2.5
	Veolia Environnement	France	85 000	85 000	EUR	45.83	6 155 748	2.4
	Kurita Water Industries	Japan	175 000	220 000	JPY	2 520.00	6 139 198	2.4
	Pentair	USA	100 000	100 000	USD	40.75	5 314 411	2.1
	Hyflux	Singapore	2 100 000	2 100 000	SGD	2.62	4 441 271	1.7
	Dionex	USA	50 000	50 000	USD	61.48	4 008 957	1.5
	Tsurumi Manufacturing	Japan	88 000	176 000	JPY	1 390.00	2 709 043	1.0
	Stantec	Canada	-	50 000	CAD	43.15	2 408 029	0.9
HEALTHY LIVING	Phonak	Switzerland	130 000	130 000	CHF	74.20	9 646 000	3.7
	SunOpta	Canada	715 001	715 001	USD	8.61	8 028 554	3.1
	United Natural Foods	USA	91 100	140 000	USD	34.97	6 384 858	2.5
	Thermo Electron	USA	100 000	100 000	USD	37.09	4 837 092	1.9
	Green Mountain Coffee Roasters	USA	140 000	91 100	USD	39.72	4 719 056	1.8
	Tempur-Pedic International	USA	240 000	240 000	USD	14.15	4 428 893	1.7
	Whole Foods Market	USA	48 000	48 000	USD	66.44	4 159 091	1.6
	Johnson & Johnson	USA	47 000	47 000	USD	59.22	3 629 893	1.4
	Shiseido	Japan	135 000	135 000	JPY	2 190.00	3 273 907	1.3
	Timberland	USA	60 000	60 000	USD	34.23	2 678 463	1.0
RESOURCE EFFICIENCY	Novozymes	Denmark	120 000	93 000	DKK	417.50	8 223 420	3.2
	Brambles Industries	Australia	800 000	800 000	AUD	10.75	8 036 821	3.1
	SEZ	Switzerland	221 000	221 000	CHF	32.80	7 248 800	2.8
	Georg Fischer	Switzerland	10 000	10 000	CHF	581.00	5 810 000	2.2
	Roper Industries	USA	90 000	90 000	USD	48.63	5 707 873	2.2
	Masterflex	Germany	115 000	115 000	EUR	30.80	5 597 068	2.2
	Vossloh	Germany	83 000	83 000	EUR	41.87	5 491 527	2.1
	Centrotec Sustainable	Germany	120 000	120 000	EUR	28.60	5 423 246	2.1
	Ericsson	Sweden	900 000	900 000	SEK	29.60	4 457 655	1.7
	RailPower Technologies	Canada	310 000	470 000	CAD	4.50	2 360 594	0.9
	Total listed shares						213 441 475	82.4
PRIVATE EQUITY	AgraQuest	USA					2 546 041	1.0
	Ocean Power Delivery	UK					2 265 600	1.0
	inge AG	Germany					2 002 520	0.8
	Agrilink (convertible note)	Australia					1 969 841	0.8
	Catalytic Solutions	USA					1 671 354	0.6
	Ormecon	Germany					1 248 823	0.5
	Total unlisted shares						11 704 178	4.6
	Other assets*						34 003 047	13.0
	Total						259 148 700	100.0

*including own shares

Biofuels make a very important contribution towards reducing the world's dependency on mineral oil. Biodiesel is extracted from vegetable oil, bioethanol is obtained through fermentation and SunDiesel is manufactured from wood chips and waste crops. Irrespective of the different production processes used, all three biofuels are based on renewable resources. This also is the main advantage of this type of fuel over mineral oil and makes it very much a technology of the future.

While SunDiesel is still in the development stage, bioethanol is already widely available in Brazil, for example. Pro-

NOVOZYMES

The Danish company Novozymes is the world's leading manufacturer of enzymes and micro-organisms for industrial uses and other applications, with a market share of 20 percent. Specific enzymes are highly effective biotechnology tools that make a significant contribution to resource efficiency.

In April 2005, Novozymes succeeded in substantially reducing enzyme costs in the manufacture of bioethanol, as part of an ongoing research project during which enzyme costs were reduced from USD 5 per gallon to USD 0.10–0.18. As announced at the end of February 2006, the Danish company Biogasol is now collaborating with Novozymes in using these enzymes to come up with a production process for bioethanol that is a third cheaper.

duced from sugar cane, which is split into glucose, fermented and distilled, bioethanol is used as an additive to conventional diesel for 20 percent of cars in Brazil. Following the European Union's decision in 2003 to promote bioethanol, this fuel is on the verge of a breakthrough in Europe as well. The industry expects EU demand to rise every year from the current level of 1.6 billion litres to 14 billion litres by 2010. This is the only way the EU can hope to achieve its goal of biofuels accounting for 5.75 percent of fuel consumption in five years' time.

ABENGOA

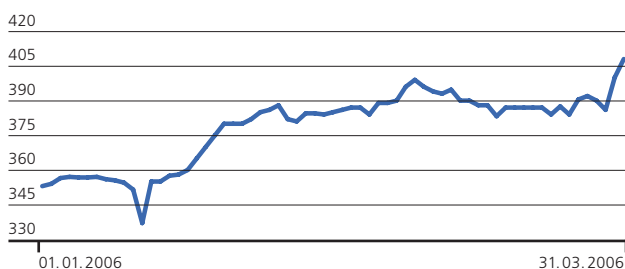
The Spanish company Abengoa is active in five lines of business: solar, bioenergy, environmental services, information technology and the construction of industrial plants. The bioenergy division specialises in the manufacture of bioethanol, and generates about 20 percent of group sales and gross profit. With its three plants in Spain and three in the USA, Abengoa is the biggest producer of bioethanol (27% market share) in Europe, and the fifth biggest in the US.

In early March 2006, Abengoa was granted a licence to produce a total of 100,000 tonnes of bioethanol in a new plant in France, with tax incentives attached. This strengthens the company's leading position in what has become a very attractive growth area.

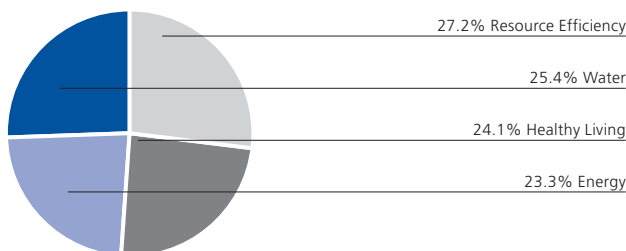
PERFORMANCE in CHF

	Value on	Value on	Performance
	31.12.2005	31.03.2006	
Share price	353.00	408.00	15.6%
Net asset value (NAV)	366.02	421.40	15.1%
Premium/discount	-3.6%	-3.2%	

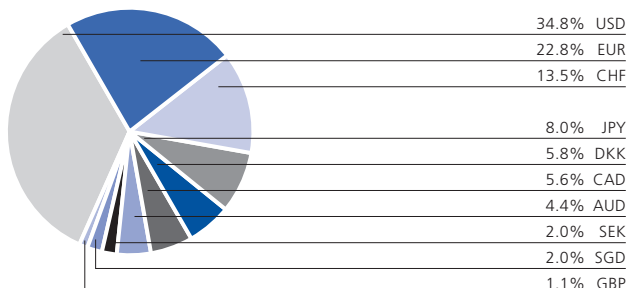
SHARE PRICE in CHF



THEMES



CURRENCIES



INVESTMENT CONCEPT

The mega trends of water, energy, healthy living and resource efficiency offer attractive growth opportunities. SPG's strategic focus combines these growth themes in a diversified portfolio and invests in the most interesting small and medium-sized companies in these areas. Our close collaboration with the investment advisor SAM Group and the SPG Board of Directors ensures a regular review and dynamic adjustment of the themes within the portfolio.



SPG – The future in one share

Reporting	
– Printed publications:	Audited semi-annual and annual report
– Online publications:	Monthly and quarterly reports
Share Price	
– Internet:	www.sustainable.ch
– Bloomberg:	SPG SW Equity
– Reuters:	SPG.5
Net Asset Value	
– Internet:	www.sustainable.ch
– Bloomberg:	SPG SW Equity NAV
– Reuters:	SUSTAIN01 (and following pages)
Structure	
– Established:	May 21, 1997
– Legal domicile:	Zurich, Switzerland
– Stock Exchange Listing:	On SWX Swiss Exchange since August 8, 1997
– Swiss security number:	650216
– WKN:	907695

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