

## Quarterly Report(unaudited)

I/2010

### Comment on Activities

The net asset value (NAV) declined by 10.4% in the first quarter compared with the end of 2009 to CHF 201.24 per share. This result reflects the continued highly challenging market environment for companies in the field of renewable energies on the one hand, and company-specific events on the other. The cautiousness of investors in relation to commitments in the field of renewable energies can best be seen in the share price trends of stock exchange listed companies in this segment. This manifests itself in share price falls in the two listed holdings (Edisun Power Europe and Sunpower) of around 20% each, which explains

nearly 1.5 percentage points of the NAV decline. In addition, foreign currency distortions led to losses in the first quarter. For example, the depreciation of the euro against the Swiss franc (4%) had a negative impact of around 3 percentage points on the valuation. With regard to the remaining holdings, the valuation had to be adjusted downwards in the case of ASP Aton following further analysis of the situation. In the case of the wood-fired power station Hokawe, it was primarily high timber prices that necessitated a fundamental review of

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#### NET ASSET VALUE (NAV)

Per Share: CHF 201.24

#### TOTAL ASSETS

CHF 86.534

#### CAPITAL INVESTED

CHF 85.08 million/ 98.3% of assets

#### CAPITAL COMMITTED

no commitments

#### CURRENCY EXPOSURE

As per 31/03/2010:	GBP	1.4%
	USD	3.9%
	EUR	71.9%
	DKK	5.3%
	CHF	8.3%
	AUD	2.3%
	CZK	6.8%

#### CAPITAL INVESTED

in % of Total Assets

■ ALE Airlight Energy	2.4%	inv.
■ ASP Aton	2.3%	inv.
■ Bionersis	0.8%	inv.
■ Edisun Power	5.0%	inv.
■ Enviromena	1.2%	inv.
■ Hokawe/Howee	1.8%	inv.
■ NEP Solar	2.0%	inv.
■ Pelamis Wave Power	1.5%	inv.
■ Pyron Solar	0.8%	inv.
■ Solarwatt	55.9%	inv.
■ Solitem	3.7%	inv.
■ Spark Solar	0.3%	inv.
■ SSP Technology	5.3%	inv.
■ Sunpower	1.9%	inv.
■ Ventureal	6.8%	inv.
■ zouk Solar Opportunity	6.6%	inv.

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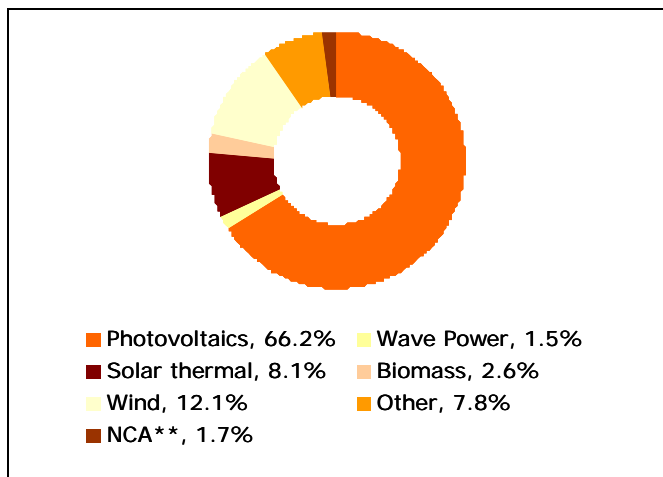
## Comment on Activities

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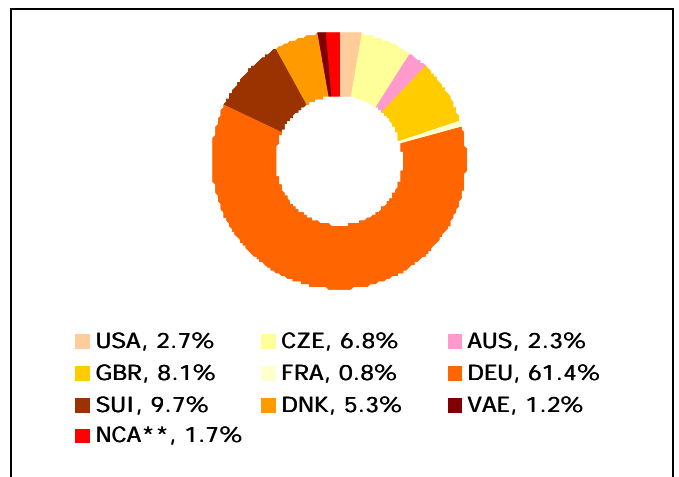
the business plan and highlighted a further financing requirement. Consequently the valuation of holding was significantly reduced.

In the first quarter the undertaking to provide capital to zouk Solar was taken up and EUR 2 million invested. Over and above this, New Energies Invest is working very closely with the companies to support them both in fund raising activities on the one hand and also in organisational matters.

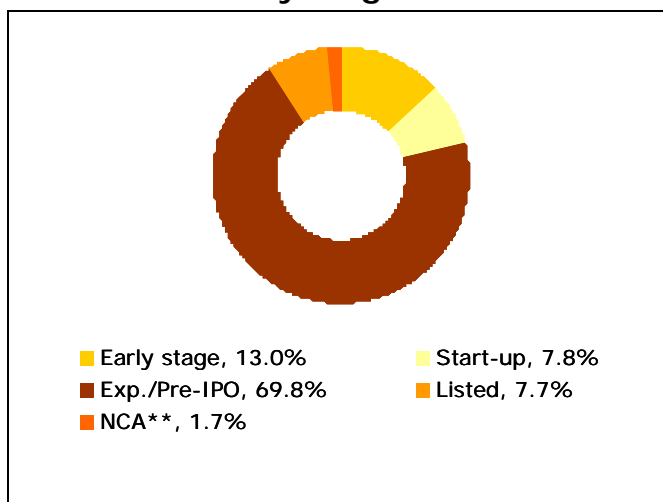
**By Technology\***



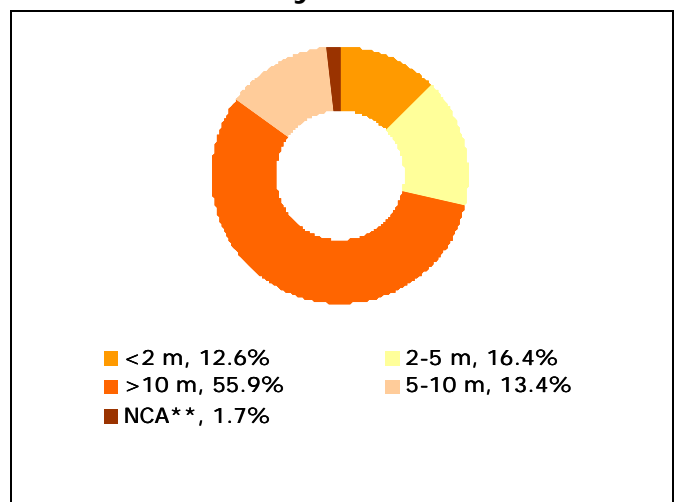
**By Country\***



**By Stage\***



**By Size\***



\* invested capital in % of total assets

\*\* Net current assets except short term loans

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### Updates on companies in the New Energies Invest portfolio

#### Solarwatt AG

After the first three months of the year, at around EUR 60 million Solarwatt AG's turnover is only just under 1% behind the relatively demanding budget targets, despite lower selling prices in the first two months due to the high proportion of OEM sales as a percentage of total turnover. Margins were also just below target, mainly due to the slightly higher purchase costs for cells. Fortunately business improved significantly in the month of March. This trend has been carried through into the second quarter, with activities in the project business expected to make themselves more strongly felt in the product mix. However, the result in the second half of the year could be affected by company-external factors such as procurement bottlenecks (cells and inverters) as well as through changes to the Renewable Energies Act on 1 July 2010, which is another source of uncertainty. On the basis of the overall assessment of opportunities and threats, which has remained unchanged since the last quarter, the valuation of the company has been left at EUR 103m as at the end of March 2010.

#### HoKaWe und HoweE

Business at the wood-fired power station HoKaWe and the pellet works HoweE has been particularly badly hit by the onset of the economic crisis. The power station, which burns virgin timber and sells electricity within the framework of the Renewable Energies Act, was no longer able to compensate for rising timber prices since 2005, which has led to a situation where the power station has not yet turned a profit and has not been able to implement the reduction in debt envisaged for 2008 and 2009. Because of these challenges, at the end of last year a new Managing Director was appointed with the aim of restructuring both companies. The restructuring plan primarily envisages the exploitation of additional revenue streams, in particular enhancing the power station's heat recovery. In addition to the optimisation of the debt capital side, the plans also require a significant injection of equity capital. Because of the situation just described, the aggregated value of the two companies had to be amended to EUR 5m at the end of Q1/2010.

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### Updates on companies in the New Energies Invest portfolio

#### Pelamis

The wave energy projects, which are operated as a collaboration between the company and major energy providers, recorded successes in the first quarter of the year. The project in Portugal, which has been in operation since 2008, has since then succeeded in gradually reducing costs and operated within budget in March of this year. The project with E.On is also developing as planned, both in terms of timescale as well as in relation to costs, so that the inauguration of the E.On P2 plants will be able to go ahead in mid-May 2010. The project with the energy supplier Scottish Power was officially launched in April 2010. The project recently initiated with the Swedish company Vattenfall is also running according to plan and may lead to orders of up to 26 Pelamis P2 machines in the long term.

#### Zouk Solar

The company is making good progress and has called the remaining committed share capital of EUR 2m from New Energies Invest at the end of February 2010. The additional funds are required for the realisation of solar project investments which have been developed further. Zouk participated in Enviromena's capital increase in December 2009 and was also advising the company in the transaction which led to USD 15m equity and warrants as well as to the new shareholders Good Energies and Masdar. The company continues to see a strong deal pipeline with future opportunities across regions.