

EVALUATE NEWSLETTER

MAY 2017

Welcome to Evaluate's Newsletter for May 2017!

This free quarterly newsletter talks about our recent coverage on HK-based China Renewable Energy [987_HK], a testimonial about our services from the CFO of another HK-based company – Goldlion Holdings, and percentage increase in the daily value traded and price for stocks under our research coverage.

New Coverage on HK-based China Renewable Energy [987 HK]: report attached

We have recently initiated coverage on China Renewable Energy [987_HK], an alternative energy project developer focused mainly on wind power development in China, which is trading at extreme deep value multiples and yet has the highest utilization levels in the industry. The company has tremendous growth opportunities over the next 2-3 years and the management is focused on shareholder return rather than simply on growth.

We have met the management at their Hong Kong headquarters and also had one-on-one calls with them before publishing our Initiation Report. Our Initiation Report is a detailed 39-page analysis of the company's growth opportunities, catalysts, risks, competitive positioning, etc. with complete 5-year forecasts of their financial statements and a specific price target. We believe the company is poised to accomplish high growth in a rapidly emerging renewable energy sector.

One of the crucial points in our analysis of this company was that accounting standards require the company to report the results of its most profitable windfarms below the operating income line, masking the true profitability of the company. In our report, we have provided a detailed analysis of this, in order to enable investors to get past the accounting numbers and get a clearer picture of the company's true earnings potential.

We are the only firm providing research coverage on the company. We believe our report on China Renewable Energy will add value to both the company as well as the entire investment community, and help the company to attract greater investor interest and have more access to the capital markets.

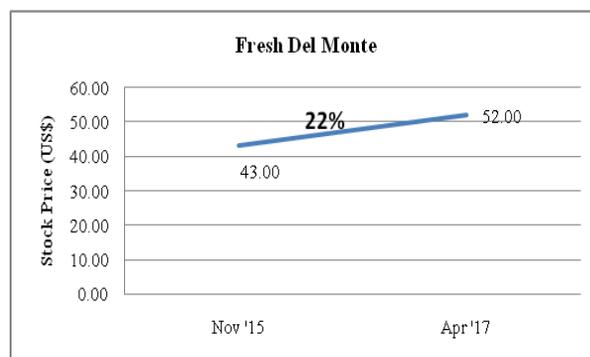
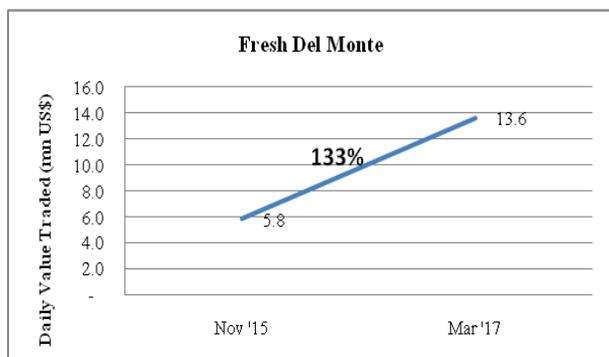
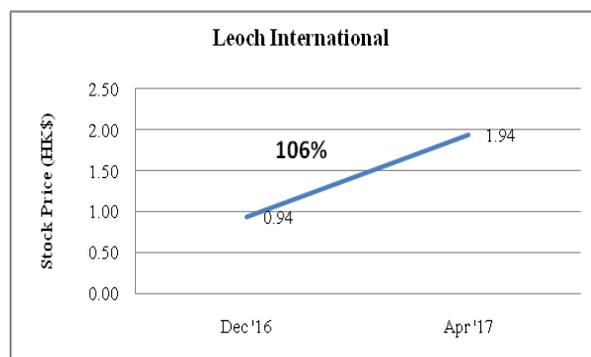
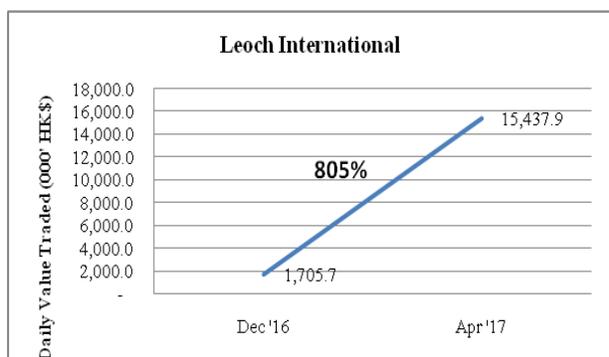
One More Testimonial about Our Research Coverage Services:

Please see below a testimonial from the CFO of Goldlion Holdings [533_HK], about our research coverage services. Hong-Kong based Goldlion Holdings is one of the leading retailers in the men's garment business.

“Thanks Evaluate Research for your great work. We note that you have put lot of your effort and time in compiling this detailed report!”

- Kam Yiu Kwok, Patrick (甘耀國), CFO, Goldlion Holdings

% Increase in Daily Value Traded & Price for Stocks Under Our Coverage



Please see the charts above which show the percentage increase in the daily value traded and stock price for 2 stocks that we are presently covering: Leoch International Technology, HK [842_HK] and Fresh Del Monte Produce, US [FDP_US].

For the stocks under our coverage, we have seen an increase in the stock price since initiation. While we are not stating that we try and move the company's stock price in any direction, but eventually our reports help companies to reach out to a greater number of investors and communicate their investment potential, which results in **achieving a fair value for their stock and better price discovery.**

We have also seen a huge increase in the daily value traded of our stocks which shows that our reports and their distribution will also help achieve **better stock liquidity.**