

For Immediate Release

Sunpower records 62.5% increase in profit attributable to shareholders for 3Q2015

- Revenue grew 11.5% yoy on the back of higher sales from Energy Saving and Environmental Protection Systems segment
- Gross profit increased 2.4 percentage points to 23.8% due to higher gross margin achieved by the Heat Exchangers and Pressure Vessels segment
- The Group enhanced its research and development capabilities to capture growing opportunities in the industry

Singapore, 11 November 2015 – Mainboard-listed Sunpower Group Ltd. (“中聖集團”, “Sunpower” or “the Group”), a China-based heat transfer technology specialist engaged in the design, R&D and manufacture of energy-efficient and environmental protection equipment for diverse industries, reported growth in both its top and bottom line for its third quarter ended 30 September 2015 (“3Q2015”). Revenue grew 11.5% year-on-year (“yoy”) to RMB350.0 million while profit attributable to shareholders surged 62.5% yoy to RMB18.8 million for 3Q2015.

Financial Highlights

| RMB 'Million | 3Q2015 | 3Q2014 | YoY % Change | 9M2015 | 9M2014 | YoY % Change |
|-------------------------------------|--------|--------|-----------------|--------|--------|-----------------|
| Revenue | 350.0 | 314.0 | 11.5 | 918.4 | 873.3 | 5.2 |
| Gross profit | 81.2 | 65.4 | 24.2 | 207.1 | 202.1 | 2.5 |
| Gross profit margin | 23.2% | 20.8% | 2.4 pp | 22.5% | 23.1% | (0.6 pp) |
| Profit attributable to shareholders | 18.8 | 11.5 | 62.5 | 44.3 | 44.9 | (1.3) |
| PATMI margin | 5.4% | 3.7% | 1.7 pp | 4.8% | 5.1% | (0.3 pp) |
| Earnings per share (RMB cents) ** | 4.75 | 2.93 | 62.1 | 11.24 | 12.38 | (9.2) |

pp: percentage points

** Calculated based on weighted average of 394,800,000 ordinary shares for 3Q2015, 3Q2014 and 9M2015 and 363,110,000 shares for 9M2014.

The Group’s revenue increased by 11.5% from RMB314.0 million for 3Q2014 to RMB350.0 million for 3Q2015, mainly due to the increase in revenue contribution from the Energy Saving and Environmental Protection Systems segment of RMB47.8 million, which was partially offset by the decrease in revenue contribution from Pipe Supports segment, Heat Exchangers and Pressure Vessels segment and Heat Pipes and Heat Pipe Exchangers segment of RMB11.8 million in aggregate.



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

Gross profit increased by approximately 24.2% from RMB65.4 million for 3Q2014 to RMB81.2million for 3Q2015. Gross profit margin increased from 20.8% in 3Q2014 to 23.2% in 3Q2015. This is mainly due to higher gross margin achieved by the Heat Exchangers and Pressure Vessels segment.

Administrative expenses increased by 21.9% to RMB40.3 million as a result of increased staff benefits of RMB 5.2 million.

Other operating expenses increased by RMB3.3 million due to increase in impairment allowance of trade receivables of RMB 2.8 million provided in 3Q2015. In addition, selling and distribution expenses increased by RMB2.5 million mainly attributable to higher staff remuneration as a result of additional personnel recruited to fulfil the Group's growth plans.

As a result, the Group's net profit attributed to shareholders surged by 62.5% from RMB11.5 million for 3Q2014 to RMB18.8 million for 3Q2015.

Net cash used in operating activities amounted to approximately RMB4.4 million in 3Q2015 mainly due to movement in working capital. Working capital changes were mainly derived from increase of RMB240.4 million in trade receivables, other receivables and inventories and decrease of RMB201.9 million in trade payables and other payables.

Outlook

In the third quarter, the economy of China grew at the slowest pace of 6.9% since 2009.

Heavy pollution in China has prompted the Chinese government to roll out a series of policies such as Environmental Protection Law and Air Pollution Prevention Law aimed at reducing emissions of pollutants. These led to increasingly stringent air emission standards to be imposed on industrial enterprises, creating opportunities for the environmental protection industry.

Besides, the introduction of "2014-2015 energy saving low-carbon development action plan" by the State Council aims to improve the air quality by implementing energy saving coal-fired boiler upgrade project in China. This is expected to accelerate energy saving measures across all sectors.

Mr. Guo Hongxin, Chairman of the Sunpower Group comments, **"In the face of serious pollution that has come with rapid economic growth, China government has the intention to increase investment in the environmental protection industry in the 13th Five Year Plan, which in turn will present greater opportunities to the Group. Looking forward, we will strengthen and improve on our Build-Own-Operate and Build-Operate-Transfer business models to capture business opportunities in the air treatment and industrial wastewater treatment industry as well as venturing into the clean energy business. In addition, we will continue to enhance our research and development capabilities to fortify our roles as one of the leading players in this increasingly competitive market."**

- End -



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

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 and pressure vessels, heat pipes and heat-pipe exchangers, pipe supports, and energy-saving and environmental protection systems. They are used in various industries such as petrochemical, steel, transportation, chemicals, metallurgy, solar energy 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 121 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:

Yong Jing Wen, jingwen@financialpr.com.sg

Yit Sung Ngo, yitsung@financialpr.com.sg

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