



G L O B A L M A R K E T S

SUMMARY OF INVESTMENT ANALYSIS

Name of the company: Solarfun Power Holdings Co.

Ticker (Exchange)/Price of share: SOLF (NASDAQ)/ 6.69 USD

Sector: Technology

Industry: Semiconductors

Description:

Solarfun Power is a manufacturer of photovoltaic (PV) cells and PV modules in China. The products are used in energy for production of electricity from solar energy. Solarfun Power is manufacturing a wide range of photovoltaic panels, which sell directly to end customers or through distribution channels. Products are manufactured by monocrystal and multicrystal and silicon. Main markets which operates Solarfun Power are China, Germany, Spain and Italy. Solarfun Power Holdings operates primarily in the People's Republic of China, Germany, Spain, and Italy.

Commentary:

- On 19 May 2009, Solarfun Power announced its financial its first quarter results better than analysts forecasts, this increased investor's confidence and at the same day registered 27% growth. For the last month the shares of Solarfun Power has added 70 % to its value.
- Due to global crisis the price of polysilicon, the material from which the solar panels are produced, fell more than 50 %, indicating that the company has cheap resource and its cost will not rise. Solarfun Power is expected to increase its production in the second quarter of 2009, which suggest the company's revenue will increase.
- A situation in which Solarfun Power is operating is favourable and it is expected to improve with the improvement of the economic conditions, as many from the large countries-leaders have a priority programs to promote renewable energy production. These are China, USA, France, Germany, Japan, Italy, Spain, Greece and many others. Thence it is expected to increase the orders of solar panels, Solarfun Power successfully is making business in European markets.
- Solarfun Power has the advantage over its competitors in terms of very good management, a policy of cost reduction, which is very appropriate in times of crisis. So the company doesn't have any started and unfinished projects and it has sufficiently capital. Therefore Solarfun Power received high rating of its shares by the company Jefferies & Co, which has calculated those advantages.
- The former stimulation package of 586 billion USD, which the Chinese government poured into the economy, to support the domestic consumption, was successful and the World Bank forecasts for the country's GDP for 2009 are 6.5 % growth. Thus, China with its economic power is an important factor and can have a positive impact on solving the global crisis.

Graph:





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Basic fundamental data:

Market Capitalization:	359.5 mln USD	P/E (price/earnings):	N/A
Beta:	2.72	P/S (price/sales):	0.48
ROA:	3.05%	P/B (price/book value):	18.18

First Solar Inc.
JA Solar Holding .
Suntech Power Holding
Trina Solar

Updated at: 21.05.09

Sources: www.bloomberg.com, www.reuters.com, www.nyse.com, www.yahoo.com; www.biqcharts.com

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