

SPG – Sustainable Performance Group

Sustainable performance with the future in one share

Quarterly
Report
03/2008



Portfolio as of 30.09.2008

Themes	Company	Country	No. of shares on 31.12.07	No. of shares on 30.09.08	Local currency	Price in local currency	Market value in CHF
Energy	Gamesa	Spain	200 000	200 000	EUR	24.00	7 559 827
	Q-Cells	Germany	90 000	75 000	EUR	58.19	6 873 536
	Yingli Green Energy	China	–	470 000	USD	11.02	5 807 402
	Vestas Wind Systems	Denmark	60 000	60 000	DKK	450.50	5 705 672
	Noble Corporation	USA	114 000	114 000	USD	43.79	5 597 347
	SunPower	USA	45 000	60 000	USD	71.60	4 816 890
	Trina Solar	China	150 000	180 000	USD	22.95	4 631 884
	XTO Energy	USA	–	80 000	USD	46.51	4 171 947
	Energy Conversion Devices	USA	–	60 000	USD	58.16	3 912 714
	SMA Solar Technology	Germany	–	40 000	EUR	53.71	3 383 652
	Centrotherm Photovoltaics	Germany	–	40 000	EUR	37.35	2 352 996
	Canadian Hydro Developers	Canada	489 600	489 600	CAD	4.13	2 132 450
	Schmack Biogas	Germany	70 000	70 000	EUR	7.14	787 167
	Water	Toro	USA	90 000	200 000	USD	40.88
Itron		USA	–	90 000	USD	88.53	8 933 784
Pall		USA	–	160 000	USD	34.33	6 158 802
Andritz		Austria	–	130 000	EUR	30.00	6 142 359
Ecolab		USA	110 000	110 000	USD	48.51	5 983 102
Geberit		Switzerland	36 000	36 000	CHF	136.40	4 910 400
KSB		Germany	6 000	9 000	EUR	316.00	4 479 197
Stantec		Canada	160 000	160 000	CAD	25.14	4 242 020
Wavin		Netherlands	550 000	567 741	EUR	4.03	3 603 511
Veolia Environnement		France	57 375	57 375	EUR	28.86	2 607 440
Kurita Water Industries		Japan	100 000	100 000	JPY	2 405.00	2 540 014
Tsurumi Manufacturing		Japan	176 000	176 000	JPY	663.00	1 232 388
Healthy Living	Thermo Fisher Scientific	USA	122 000	122 000	USD	54.99	7 522 220
	Chaoda Modern Agriculture	Hongkong	12 150 000	8 000 000	HKD	6.48	7 486 216
	SunOpta	Canada	530 000	1 000 000	USD	6.16	6 906 900
	Johnson & Johnson	USA	71 000	71 000	USD	69.10	5 500 965
	United Natural Foods	USA	190 000	190 000	USD	24.94	5 313 155
	Sonova	Switzerland	60 000	60 000	CHF	71.05	4 263 000
	Celestial Nutrifooods	China	3 000 000	10 000 000	SGD	0.53	4 156 554
	Oriflame Cosmetics	Sweden	–	80 000	SEK	317.50	4 084 436
	Atrium Innovations	Canada	170 000	240 000	CAD	14.54	3 680 130
	Natura Cosmetics	Brazil	400 000	300 000	BRL	18.50	3 226 075
	Bare Escentuals	USA	120 000	250 000	USD	10.83	3 035 784
	Puma	Germany	10 000	10 000	EUR	190.28	2 996 841
	ChinaGreen	Hongkong	–	2 388 000	HKD	6.20	2 138 077
	Resource Efficiency	Umicore	Belgium	38 000	190 000	EUR	21.52
Wabtec		USA	140 000	100 000	USD	51.23	5 744 164
SGL Carbon		Germany	–	125 000	EUR	27.26	5 366 689
Georg Fischer		Switzerland	11 600	11 600	CHF	396.75	4 602 300
Novozymes		Denmark	45 000	42 000	DKK	465.00	4 122 522
Gurit		Switzerland	3 000	4 300	CHF	916.00	3 938 800
Centrotec Sustainable		Germany	220 000	220 000	EUR	10.51	3 641 631
Shanks		UK	–	600 000	GBP	189.75	2 275 374
Catalytic Solutions		USA	853 762	853 762	GBP	43.00	733 711
Steico		Germany	120 000	120 000	EUR	2.31	436 580
Total listed shares							215 345 679
Private Equity	AquaSpy	Australia					4 764 571
	Pelamis Wave Power	UK					3 621 132
	Identec Solutions	Austria					3 543 667
	inge watertechnologies	Germany					3 031 538
	Emerald Cleantech Fund LP II (Fondsanteile)	UK					2 288 643
	AgraQuest	USA					1 406 693
Total unlisted shares						18 656 245	
Total portfolio assets (Market capitalization + convertible bond)							253 370 000

PORTFOLIO REPORT

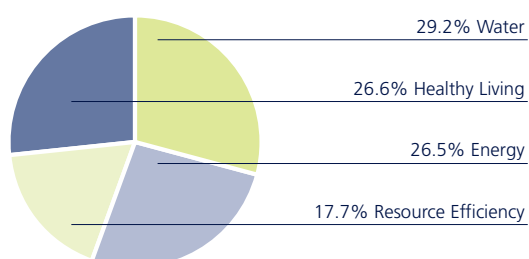
The equity market recovery was stopped in its tracks as the financial crisis came to a head. The loss of confidence between financial institutions became so bad that Lehman Brothers had to file for bankruptcy due to lack of liquidity and many other banks lost their independence. Not just in the USA, but also in Europe, governments had to provide massive support to the markets to prevent an imminent collapse of the system. Although SPG does not invest in financial stocks, the banking crisis delivered a crushing blow to performance during the reporting period. Investors' mounting risk aversion triggered heavy losses in cyclical stocks, small caps, and emerging market companies. The value of the SPG share fell almost 11% in the third quarter, mainly due to the investment theme "Energy". Solar shares remained volatile: after rising in August they suffered from a spell of heavy profit-taking. The most stable performance came from the investment theme "Healthy Living", which benefited from its more defensive composition. SunOpta and United Natural Foods both posted significant price gains thanks to persistently strong demand for organic foods.

PORTFOLIO COMPANIES: UNITED NATURAL FOODS

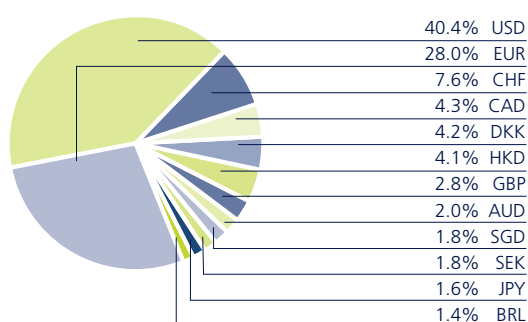
United Natural Foods is the leading distributor of natural and organic products in the US. The Company distributes a broad range of products including groceries, nutritional supplements, personal care items, and frozen foods. Thanks to the acquisition of Milbrook in early 2008, United Natural Foods has expanded its product range into specialty ethnic food distribution. It has now a very strong platform for a one-stop-shop food distributor. United Natural Foods is three times larger than the next largest distribution company in the natural and organic food category. The future looks promising since the company has heavily invested in three brand new high technology distribution centers which are currently not yet fully utilized. Despite a very difficult consumer environment in the US, the company can grow at around 10% p.a. thanks to the strong market growth in the mentioned food categories.

PORTFOLIO

THEMES



CURRENCIES



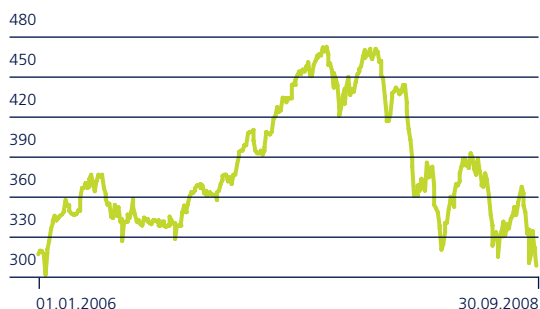
COUNTRIES

USA	33.3%
Germany	14.3%
Switzerland	7.6%
Canada	7.3%
China	6.2%
Denmark	4.2%
Austria	4.1%
Hongkong	4.1%
UK	3.5%
Spain	3.2%
Belgium	2.8%
Australia	2.0%
Sweden	1.8%
Japan	1.6%
Netherlands	1.5%
Brazil	1.4%
France	1.1%

PERFORMANCE IN CHF

	31.12.2007	30.09.2008	Performance
Share price	445.00	310.00	-30.3%
Net asset value (NAV)	442.20	298.04	-32.6%
Premium/discount	0.6%	4.0%	

SHARE PRICE IN CHF



Investment concept

Reporting	
– Printed publications:	Audited semi-annual and annual report, quarterly reports
– Online publications:	Monthly 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:	SWX Swiss Exchange since August 8, 1997
– Swiss security number:	650216
– WKN:	907695

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 Sustainable Asset Management AG and the SPG Board of Directors ensures a regular review and dynamic adjustment of the themes within the portfolio.

PAC-CAR II

This innovative vehicle, powered by hydrogen fuel cells, holds the world record for low fuel consumption, covering a distance of 5385km with a hydrogen equivalent of 1L of gasoline. The only emission produced by the vehicle is water.

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