
FUTURE PLANS AND USE OF PROCEEDS

FUTURE PLANS

Please see the section entitled “Business — Our Strategies” for a detailed description of our future plans.

USE OF PROCEEDS

Assuming an Offer Price of HK\$21.40 per H share (which is the mid-point of the indicative Offer Price range set forth on the cover page of the prospectus), we estimate that we will receive net proceeds of approximately HK\$8,078.6 million from the Global Offering after deducting the underwriting commissions and other estimated expenses, if the Over-allotment Option is not exercised. If the Over-allotment Option is exercised in full, we estimate that the additional net proceeds to us from the offering of these additional H Shares will be approximately HK\$1,211.8 million, after deducting the underwriting commissions and other estimated expenses, assuming an Offer Price of HK\$21.40 per H Share.

In line with our strategies, we intend to use our proceeds from the Global Offering for the purposes and in the amounts set out below:

- approximately 40.2% will be used for the construction of production bases and optimization of our business operations;
- approximately 14.6% will be used for the design and development of more advanced WTGs and certain related components;
- approximately 24.1% will be used for expansion into the international market, primarily the United States, Australia and Europe, and promotional activities as described in the section entitled “Business — Our Strategies — Expand into attractive international markets” in this prospectus;
- approximately 11.1% will be used for the repayment of bank loans, including, among others (i) two three-year floating term loans in the total amount of EUR16.4 million at an annual interest rate of 120 basis points (bps) above EURIBOR, and EUR20.0 million at an annual interest rate of 115 bps above EURIBOR for the initial 12 months, and subsequently at 115 bps above six-month EURIBOR, which will be due for repayment on March 15, 2011 and April 15, 2011, respectively, (ii) a one-year floating rate short-term bank facility of EUR19.0 million for our subsidiary Vensys AG’s working capital purposes at an annual interest rate of 120 bps above EURIBOR, which will be due on June 15, 2010; (iii) a 10-year term loan in the total amount of EUR3.5 million at an annual interest rate of 7% before June 30, 2013 and adjustable rate after July 1, 2013, which will be due for repayment on September 30, 2018; and
- approximately 10.0% will be used as our general working capital.

The allocation of the proceeds used for the above will be adjusted in the event that the Offer Price is fixed at a higher or lower level compared to the midpoint of the estimated Offer Price range. Assuming the Over-allotment Option is not exercised, if the Offer Price is fixed at HK\$23.00 per H Share, being the high end of the stated Offer Price range, the net proceeds will be increased by approximately HK\$604.0 million. In such circumstances, we presently intend to use such additional proceeds to increase the net proceeds applied to the same purposes above (other than for the repayment of bank loans and as general working capital) on a pro rata basis. If the Offer Price is fixed at HK\$19.80 per H Share, being the low end of the stated Offer Price range, the net proceeds will be decreased by approximately HK\$604.0 million. In such circumstances, we presently intend to reduce the net proceeds applied to our general working capital.

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In the event that the Over-allotment Option is exercised in full, the additional net proceeds of approximately HK\$1,211.8 million (assuming the Offer Price is determined at the mid-point of the stated Offer Price range), approximately HK\$1,302.4 million (assuming the Offer Price is determined at the high end of the stated Offer Price range) or approximately HK\$1,121.2 million (assuming the Offer Price is determined at the low end of the stated Offer Price range) will be applied by our Company for the same purposes above (other than for the repayment of bank loans and as general working capital) on a pro rata basis.

To the extent that the net proceeds of the Global Offering are not immediately required for the above purposes, the Directors currently intend that such proceeds will be placed on short-term deposits with licensed banks or financial institutions in Hong Kong or the PRC.