



## CHINA ACM LEADER IN GREEN BUILDING MATERIALS



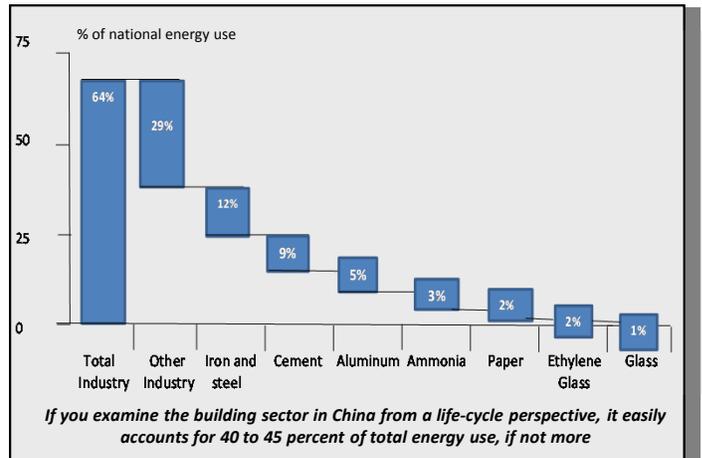
***Delivering Premium Eco-Friendly Concrete Products and Technical Services to China's Massive Infrastructure Build***

### China ACM reduces environmental impact of concrete production

- ❖ Concrete mixture incorporates advanced, proprietary, premium blends and additives which are far less harmful to the environment than cement
- ❖ 30% of China ACM concrete is comprised of recycled industrial waste
- ❖ Process extends the life of concrete to 100 years versus China's national average of 50 years. Since concrete is not recyclable, the extension also reduces waste build-up
- ❖ Streamlined production and mixing process lowers emissions and minimizes energy consumption
- ❖ Portable production sites facilitate concrete production outside of city centers, reducing pollution in China's most highly polluted urban areas

### China is the world's largest producer and consumer of concrete; reducing environmental impact is a high priority

China accounts for half of the world's cement consumption, or 1.4 billion metric tons in 2009. With 2011 GDP forecasted at 8.7%, China is the world's leading economy. China's accelerating trend toward urbanization and modernization is fueling particularly strong growth in infrastructure and building materials. Analysts predict that growth will remain robust in China as the government continues to invest in large infrastructure and residential construction projects. Nationwide infrastructure spending is projected to be \$112 billion in 2011 or 1.9% GDP. With concrete being the most widely used man-made product in China and the largest carbon emitting industry in the world, reducing the environmental impact of production is a high priority for the Chinese government.



### More stringent environmental standards are driving rationalization of China's cement industry

In the mid 1990's, the promise of massive infrastructure investment and rapid economic growth drove a proliferation of cement company operators in China. At that time, there were no less than 6,500 cement companies in the country. The industry has undergone significant consolidation since then but remains highly fragmented. Today there are approximately 2,400 cement companies and the top ten producers account for only 20% of the market. Experts expect continued rationalization of the industry due to increased regulatory requirements that favor companies such as China ACM, that have the scale to work on large, complex projects and meet today's strict environmental standards.

## China ACM positioned to benefit from China's green policies

### China's government encouraging greener building materials

China's increasingly stringent construction standards, combined with growing demand for high-grade infrastructure projects, are driving higher demand for eco-friendly concrete. The government is committed to lowering CO2 emissions by 35% and is funding cement production for projects that utilize waste and other by-products, reduce energy consumption and promote environmental protection. In late 2010, the Ministry of Industry and Information Technology announced new standards for entry into the cement industry in an effort to encourage the use of industrial waste in cement production and to drive further industry consolidation.

### China ACM is one of only ten producers in China certified as green labeled producer

In 2009, China surpassed the U.S. as the leader in investing in clean energy, according to the *2010 Global Trends in Sustainable Energy Report*. China ACM's high performance, eco-friendly ready mix cement uniquely positions it to capitalize on increasingly stringent green standards in China. The Company's low carbon emission production method can reduce carbon emissions by approximately 30% for the industry. Of the 2,400 cement producers in China, only ten are certified as green labeled producers. China ACM has been at the forefront of the green movement in China and was the first to receive green certification. The Company received its certification because of its innovative, stringent quality control standards which closely monitor and execute concrete mixtures for optimal energy usage and produce a higher integrity final product. In 2010, China ACM received the Low Carbon Model Company award in recognition of its contributions to promoting low carbon concrete products, conserving energy, reducing emissions and efficiently using natural resources.

### China ACM's eco-friendly concrete

- ❖ Is a sustainable building material which decreases pressure on natural resources
- ❖ Incorporates up to 35% of recyclable waste
- ❖ Reduces concrete waste disposal by extending the life span to 100 years versus 50 years for conventional concrete
- ❖ Reduces carbon emissions by approximately 30% for the industry when the Company's innovative production methods are used

### China ACM's position as eco-friendly provider is key competitive advantage

- ❖ Compliance with government's specifications for energy efficient materials qualifies China ACM to win contracts for green building and infrastructure projects for which others can't compete
- ❖ Eco-friendly status qualifies China ACM for tax benefits that facilitate continued R&D investment and partnerships with leading research institutes
- ❖ Positions China ACM as a preferred partner to vendors and sub-contractors
- ❖ Makes China ACM a strategic partner of choice for companies needing to align with an eco-friendly producer that has the scale to compete

### About China ACM

China ACM is a profitable, leading producer of advanced, eco-friendly ready-mix concrete (RMC) and related technical services for large scale, high-speed rail (HSR) and other complex infrastructure projects. Leveraging its proprietary technology and value-add engineering services model, the Company has won work on numerous high profile projects including the 30,000 km China HSR expansion, the Olympic Stadium Birds' Nest, Beijing South Railway Station, Beijing International Airport, U.S. and French embassies and CCTV Headquarters to name a few.

Founded in 2002, Beijing-based China ACM provides its materials and services through its network of fixed ready-mix concrete plants covering the Beijing metropolitan area. It also has technical services and preferred procurement agreements with other independently-owned plants across China. Additionally, the Company owns numerous portable plants deployed in various provinces across China.

### Contact information: