

The G70 review

by: Dan Coatsworth

It is time to review the G70 constitutes. Since we choose the inaugural members of the environment index in August 2007, a handful of new players have joined the stock market and several existing stocks proved to be worthy of inclusion. Alternative energy is a key attraction to investors and **Greenko's (GKO:AIM)** float last November gave cause for excitement. It has biomass plants in India and is buying a few hydro plants this year as part of a wider acquisition strategy, making it a worthy addition to the G70 index.

Modern Water (MWG:AIM) is proving up water desalination technology. Its quest to turn waste and sea water into fresh water makes it an ideal participant for the index. **Traction Technology (TRAC:AIM)**, another new addition, is developing hybrid vehicle engines and several bus operators are running tests on its alternative power packs.

Energy efficiency is becoming a vital part of the political agenda and **Eaga (EAGA)** is commissioned by the government to aid people in the home. Its task of helping to eradicate fuel poverty gets our approval to join the G70. We also introduce **Bglobal (BGBL:AIM)** to the index, on its energy efficiency activities. Smart meters will help people better manage their gas, electricity and water usage and reduce wastage. **Radicle Projects (RDP:AIM)** invests in forests and plantations and should eventually participate in carbon credit schemes. It is joined in the G70 by **Landkom International (LKI:AIM)**, owner of farmland in the Ukraine where crops are partially used for biofuel.

Rather than increase the number of

participants in the G70, the rules dictate that we must remove stocks to make way for the new members. We have had to make a tough decision over which companies to demote, prioritising companies that are on the verge of collapse or whose environmental activities are a minor part of their business.

The former applies to **Compact Power (CPO:AIM)**, whose shares should be delisted later this month after the company went into administration in January. Carbon credit group **AgCert (AGC)** is also suspended following contract problems. While share trading may be revived, its future prospects look patchy, so we are removing it from the index. Degradable plastics group **Symphony Environmental Technologies (SYM:AIM)** continues to underperform and we are pulling the plug on its inclusion.

To make room for the new entrants, we have had to be ruthless and withdraw several support service groups. **Waterman (WTM)** is doing a good job advising on environment construction requirements, but this is not its main income stream. **Fountains (FNT:AIM)** has a few waste service contracts, just not enough to warrant its continued presence in the G70. **Diploma's (DPLM)** life science business is too much of a distraction for the shares to be solely driven by its emissions monitoring and waste incineration arm. Likewise for consultancy **RPS (RPS)**, its environmental management is mixed in with a host of other interests, including health and safety and gas infrastructure planning.

Changes to the Shares G70

IN	OUT
Bglobal	AgCert
Eaga	Compact Power
Greenko	Diploma
Landkom International	Fountains
Modern Water	RPS
Radicle Projects	Symphony Environmental Technologies
Traction Technology	Waterman

Shares

GREEN 70 index

Shares

G70

Company	Epic	Current price (07/03)
Acta	ACTA	48
AEA Technology	AAT	73.75
AFC Energy	AFC	15.25
Alkane Energy	ALK	17.5
Applied Intellectual Capital	AINC	250
Augean	AUG	86
*Bglobal	BGBL	43
Biffa	BIFF	346.5
Biogonix	BGX	95
Camco International	CAO	46.5
Catalytic Solutions	CTS	74.5
Ceramic Fuel Cells	CFU	25
Ceres Power	CWR	209.25
China Biodiesel	CBI	17
Clean Air Power	CAP	18.5
Clean Diesel Technology	CDT	799.5
Climate Exchange	CLE	1229
Clipper Windpower	CWP	575
CMR Fuel Cells	CMF	37
D1 Oils	DOO	57
*Eaga	EAGA	185.5
Econergy International	ECG	34
EcoSecurities	ECO	148
Energetix	EGX	109.5
GoldPlat	GDP	14.5
Greenhouse Fund	GHF	9.5
*Greenko	GKO	102.5
GSH Group	GSH	452
GTL Resources	GTL	62.5
Helesi	HLS	134
Heliuss Energy	HEGY	37.75
Impax Group	IPX	35.5
ITM Power	ITM	67.75
Jetion	JHL	122.5
*Landkom International	LKI	101
Leaf Clean Energy	LEAF	105.5
Libra Natural Resources	LNR	7.25
Low Carbon Accelerator	LCA	95.5
Mercury Recycling	MRG	19
*Modern Water	MWG	102.5
Novera Energy	NVE	83.5
Nviro Cleantech	NVR	47.5
Ocean Power Technologies	OPT	612.5
Plantic Technologies	PLNT	51.5
Polyfuel	PYF	24.5
Polymer Logistics	POLL	34.25
PowerFilm	PFLM	208
Prometheus	PEC	15.5
Proton Power Systems	PPS	37
Protonex	PTX	70.5
PV Crystalox Solar	PVCS	124.5
Questair Technologies	QAR	14.75
*Radicle Projects	RDP	68
ReEnergy	RGY	7.75
Regeneris (formerly Fonebak)	FON	71.5
ReneSola	SOLA	242
Renewable Energy Generation	RWE	121
Renewable Energy Holdings	REH	49
Renewable Light & Power	RPL	20.5
Renova Energy	RVA	8.75
Scottish & Southern	SSE	1408
Shanks	SKS	229.25
Solar Integrated Technologies	SIT	91
Straight	STT	62
Tanfield	TAN	89.5
TEG Group	TEG	58.5
*Traction Technology	TRAC	22
Trading Emissions	TRE	126.25
Voller Energy	VLR	7.75
ZincOx	ZOX	207

*NEW ENTRIES

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