



Sustainable environmental projects with sound financial performance



We believe that we can build a better world for our children without having to sacrifice sound investment criteria. Our ability to implement sustainable projects profitably is based upon our unique ability to bring together expertise in finance and environmental industries.

World Markets is well placed to deliver on its promise of operations that succeed according to both financial and environmental criteria. The company is now moving into a highly profitable stage of its growth with both its main existing projects offering outstanding embedded asset value and accelerating cash flow.

The issuance of new shares will enable a major acquisition, which we believe adds substantial value for shareholders. It will also allow for further development of projects in our pipeline, which offer outstanding financial and environmental returns

With a proven team of managers and experts, we have seen a rapid development of our business during 2012 which, given the availability of additional capital, can be built upon in 2013 and beyond.

Projects for a better environment and a better Future for our children

World Markets Ltd. places strategic investments in sustainable resource management with a focus on mitigating and adapting to climate change, one of the biggest threats to our common future. It is unique in its ability to unite all aspects of a project. Delivering a comprehensive solution which can achieve synergy from its different constituents. Energy and land management projects are often tied to social development and environmental protection initiatives, which may also lead to the generation and sale of carbon credits.

World Markets' team has an unrivalled skill set, bringing together know-how in project development; in active policy understanding and engagement; in sustainable agriculture, forestry, housing and energy; in financial structuring, trading and marketing.

Investments through a sustainability lens: Screening for sustainable projects

World Markets focuses on two general areas: land management (forestry and agriculture) and energy, and can make a variety of investments within and around these areas. World Markets is a listed company, which by its nature will need to perform financially as a prerequisite for its operations. We believe that there is plenty of scope for profitability within sustainable projects and that the projects we support will have a positive impact on the world.

We are currently working with developers of new technologies in the area of renewable energy. These technologies are extremely exciting as they align perfectly with both our environmental and financial goals. Recycling waste oil into clean fuel, and utilising biomass for fuel production, are both emerging technologies which are ready for commercialisation in the coming years. We have projects currently in development in this area.



Current Projects

World Markets invests in sustainable projects, particularly where the sustainability of the investments can be proven in the form of certification. This can either be through the issuance of environmental credits, and/or through the compliance with other recognized standards such as those developed by the FSC (Forest Stewardship Council).

Papua New Guinea

April Salumei

The April Salumei Sustainable Forest Management Project has been validated by Scientific Certification Systems (SCS) under the requirements of the Climate, Community and Biodiversity Alliance Standards (CCBA). The project has received approval and has been recognized as a "Gold Standard" project because of its exceptional Biodiversity benefits.

World Markets has recently pre-purchased the equivalent of 5'000'000 Voluntary Carbon Units (VCUs) from the April Salumei project. Each pre-purchased unit represents 1 tonne of carbon dioxide equivalent (CO2e), which will be issued to World Markets once the project has been fully registered under the Verified Carbon Standard (VCS).

Since the achievement of CCBA Gold Standard, World Markets' carbon assets have already increased in value to the benefit of the company. World Markets thus has a fundamental interest in helping the April Salumei project meet the VCS requirements. At present we expect VCS to be achieved around the end of the first quarter 2013.

The current book value of the April Salumei carbon units is at a substantial discount to their current sales value. We anticipate their value rising further as the project becomes more actively marketed and achieves VCS standard. This represents a substantial increase from the book value which we anticipate increasing further as we engage actively in marketing these units. The development of our carbon sales will be an important part of our business development during 2013.



Brazil

F.I.T. Timber Growth Fund

World Markets has recently purchased F.I.T. Management Ltd., which owns 100% of the voting shares in the F.I.T. Timber Growth Fund Ltd. (FIT). The fund is currently valued at around \$340 million.

FIT, managed by international experts, offers qualified investors an opportunity to make a fully ecological real asset investment into sustainable timber plantations, natural forests and into the related full downstream value chain.

To this end FIT has been managing Acacia mangium plantations (FSC certified) in Roraima, the northernmost federal state of Brazil, since 2001. The Fund's operations are in the final stage of transition from the 12-year development phase into the production phase, incorporating an end-to-end, integrated timberland and biomass operation.

The installation of industrial facilities for the production of sawn timber and by-products such as particleboards is currently taking place. FIT is also investing in sales, marketing and distribution of these products for both local and export markets.

The income to FIT Management is based upon the management fee of 1.5% of the FIT Timber funds Net Asset Value. Currently after fees and deductions this yields CHF 3.6 million per year. If the management agreement with the fund is terminated by either party a termination fee of 10 years fees (15%) is payable to FIT Management. This gives additional security for the future income for FIT Management, and represents a higher figure indeed than the total purchase price of FIT Management.



Project Pipeline

The following is a selection of projects in World Markets' pipeline. World Markets has access to an extensive pipeline of additional deal flow.

World Markets has a pipeline of projects that shows the tremendous potential for investments that facilitate the transition to a sustainable global economy.

SECTOR	GEOGRAPHY	PROJECT	EXPECTED PERFORMANCE
Energy	South East Asia	Generation of lower-cost energy from renewable, less polluting resources (agricultural wastes), for the benefit of the main employment sector in the country.	<ul style="list-style-type: none"> • Revenues from power sales & carbon credits eligible for the international regulated markets. • Reduced greenhouse gas emissions, lessons pollution of local waterways. • Local job creation, technology transfer
Sustainable forest management	Asia-Pacific	Various sub-projects tied to the protection of a large block of pristine rainforest.	<ul style="list-style-type: none"> • Revenues from new sustainable business activities linked to the site, including generation of carbon credits (revenue sharing with local communities) • Protection of biodiversity
Sustainable forest management	Africa	Sustainable, selective harvesting of 2 major areas of prime natural forest. World-class standards will be applied.	<ul style="list-style-type: none"> • Sales of logs (selectively selected and harvested in a low-impact manner) • Protection of primary forest and biodiversity
Energy	Africa	Expansion of local (successful) rice growing operation, developed by cooperative, installation of technology to convert rice husk waste into energy.	<ul style="list-style-type: none"> • Revenues from rice sales, power, and carbon credits eligible for international regulated markets. • Local job creation, technology transfer
Energy	Europe	Re-powering and improved servicing of on-shore wind farms to maximize their contribution to renewable energy and displacement of fossil fuels in Europe.	<ul style="list-style-type: none"> • Revenues from power sales, renewable energy credits / payments for greenhouse gas emission reductions • Green technology deployment
Forestry + Agriculture	Latin America	Reforestation of degraded lands with high quality trees, rejuvenation of tree crops (cocoa).	<ul style="list-style-type: none"> • Revenues from cocoa sale, revenues from timber (hard wood), carbon credits • Local job creation • Restore degraded land – bring into productive use



Supported Social Projects

FIT Foundation

The FIT Timber Growth Fund Ltd. (FIT) has been active in Roraima, Brazil, since 2001. FIT is engaged in regional social projects. To date there have been over 100 projects, initiatives and events planned and completed by FIT employees.

Papua New Guinea 10 year development plan

The local and provincial government, together with the local people of the April Salumei area, have developed a 10-year development plan to provide the 16'000 inhabitants road-access through an area of 620'000 Hectares; at present access is only by boat and so this is a primary goal. There are also plans to provide villages with power, running water, schools and health clinics.

Partners

Pacific Forest Alliance

The Pacific Forest Alliance (PFA) initiative protects indigenous communities. This is achieved through the reduction or cessation of unsustainable, full-scale commercial logging and by assisting in the development of sustainable community-based social and environmental projects. These projects are chosen by the local landowners and their communities to help provide an improved standard of living, education and health care.

Simplon Cambodia Fund

Simplon is a closed-ended investment fund based in the Cayman Islands and managed in Zurich. Simplon's subsidiary in Cambodia is developing various opportunities with respect to affordable housing, renewable energy, agriculture and forestry. Simplon is also considering similar opportunities in other countries.

Southern Partners

Southern Partners evaluates and implements alternative energy projects in partnership with World Markets. Southern Partners can deliver completed power facilities also utilizing its own extensive network of engineering and power companies. It is an engineering company that can manage the whole process of power utility development from planning to final commissioning.

Southern Partners uses its Renewable Cogeneration Plant (RCP) engineering design.

Facts and Figures

Share Information



Share price: 12 months to 6 Nov. 2012 (Bloomberg 4wm gr)

On November 14, 2012 the Board of Directors has carried out a capital increase based on the authorized capital in the extent of CHF 3,236,500 at an issuing price of EUR 15.07 per share.

Corrigendum regarding the news publication dated November 1, 2012: On October 25, 2012, the extraordinary general meeting of World Markets AG agreed to the suggested capital increase for which the Board of Directors may issue up to 2,670,000 further shares. This increase is necessary in order to finance the takeover of F.I.T. Management Ltd. and other planned projects. The capital increase is based on a prospectus approved by the Federal Financial Supervisory Authority, BaFin, Frankfurt am Main. The subscription period starts after the publication of such prospectus with an anticipated closing by January 15, 2013. The issuing price of the shares is based on the currently traded share price.

Planned use of funds

- F.I.T. acquisition and further development: 60%
- Cambodia IPP: 15%
- Lake Murray: 5%
- Development of projects under evaluation: 20%

List of selected available documents

- Financials: see website
- Offering prospectus: see website
- Project details and business plans: on request

Management team

- Dr. David Haas, Delegate of the Board of Directors
- Rolf H. Küng, Finance and Controlling
- John R. Hopkins, Operations
- Oliver Saager, Administration and Compliance
- Florian Wegmann, Investor Relations

Board of Directors

- Dr. Karl Preisig, Chairman
- Dr. David Haas, Delegate
- Tanja Havemann, Stephen Hooper, Graham Taylor, Roberto W. Hausheer