



ROTH Capital Partners



ROTH Capital Partners Completes \$57.6 Million Common Stock Offering for China Natural Gas, Inc. (CHNG)

Client Information

China Natural Gas, Inc. (CHNG) transports, distributes and sells natural gas to commercial, industrial and residential customers through its natural gas pipeline networks in China's Xi'an area, including Lantian County and the districts of Lintong and Baqiao, in Shaanxi Province. The Company owns approximately 120 km of high pressure pipelines in Xi'an, Shaanxi Province and, as of June 30, 2009, operates 23 CNG fuelling stations in Shaanxi Province and 12 CNG fuelling stations in Henan Province. CHNG has one LNG processing plant under construction.

The Company's four primary business lines include: (1) the distribution and sale of CNG through Company-owned/leased CNG fuelling stations for hybrid (natural gas/gasoline) powered vehicles; (2) the installation, distribution and sale of piped natural gas to residential, commercial and industrial customers through Company-owned pipelines; (3) the distribution and sale of gasoline through Company-owned/leased CNG fuelling stations for hybrid (natural gas/gasoline) powered vehicles; and (4) the conversion of gasoline-fuelled vehicles to hybrid (natural gas/gasoline) powered vehicles through its auto conversion division.

Transaction Information

On September 3, 2009 China Natural Gas, Inc. (CHNG) announced an underwritten public offering of 5,725,000 shares of its common stock for a per share price of \$8.75. On September 15, 2009 ROTH exercised the over-allotment option of 858,750 shares to bring the total transaction value to \$57.6 million. The offering of the shares was made pursuant to a registration statement previously filed with the Securities and Exchange Commission. ROTH Capital Partners acted as the lead manager of the offering.

ROTH Capital Partners

ROTH is a full service investment banking firm dedicated to advising public and private emerging growth companies. Headquartered in Newport Beach, California, ROTH offers a wide array of services to both corporate and institutional clients including: initial public offerings, follow-ons, mergers and acquisitions, SPACs, PIPEs, private placements, investment research and institutional sales and trading.

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\$57,608,000



China Natural Gas Inc.

**FOLLOW-ON
LEAD MANAGER**

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