



## SkyPeople Fruit Juice Reports Third Quarter 2011 Financial Results

XI'AN, China, Nov. 15, 2011 /PRNewswire-Asia-FirstCall/ -- SkyPeople Fruit Juice, Inc. (NASDAQ: SPU) ("SkyPeople" or "the Company"), a processor and manufacturer of kiwifruit, apple, pear and other concentrated specialty fruit juices and manufacturer of Hedetang- and Qian Mei Duo-branded fruit beverages in the People's Republic of China ("PRC" or "China"), today announced financial results for its third quarter ended September 30, 2011.

### Third Quarter 2011 Summary:

Total revenue decreased 4% to \$17.4 million year-over-year  
Apple concentrate segment sales increased 305% to \$8.8 million  
Fresh juice beverage segment sales decreased 30% to \$5.2 million  
Cash flow from operations was \$28.8 million in first nine months of 2011  
Cash and cash equivalents of \$76.4 million as of September 30, 2011

Third Quarter 2011 Summary Income Statement Results			
	3Q 2011	3Q 2010	CHANGE
Net Sales	\$17.4 million	\$18.2 million	-4%
Gross Profit	\$4.8 million	\$6.6 million	-26%
Net Income Attributable to Common Shares	\$1.8 million	\$3.6 million	-49%
EPS (Diluted)	\$0.07	\$0.15	-53%
Diluted Avg. Shares Outstanding	26.7 million	23.5 million	+13%

Yongke Xue, Chief Executive Officer of SkyPeople Fruit Juice, commented, "Both our third quarter and year-to-date revenues were slightly lower than the revenues in the year-ago comparable periods mainly due to the shortage of a variety of fresh fruit that somewhat hampered our revenues and drove up costs as a result of a relatively poor growing season and delayed harvest."

CEO Xue continued, "However, on the bright side, the sales of our concentrated apple and apple aroma tripled in the third quarter relative to the year-ago quarter and almost compensated for this loss in revenue across our segment base. In a strategic decision to strengthen our competitive positioning and gain market share, we reduced the prices of our fruit juice beverages at the end of the second quarter in order to drive volume gains and develop a deeper footprint in certain sectors. We will continue to invest in research and development to improve the quality of our fruit juice concentrates and fruit beverages in a continued effort to differentiate our products in the marketplace so as to enhance our long term growth."



### Third Quarter 2011 Financial Results

Revenue for the three months ended September 30, 2011 was \$17.4 million, a decrease of 4.1%, as compared to \$18.2 million for the same sales period of the prior year. This decrease was primarily due to a decline in revenue in four of the Company's five primary product segments: fruit juice beverages (down \$2.9 million), fresh fruits and vegetables (down \$2.1 million), concentrated kiwifruit juice and kiwifruit puree (down \$1.8 million) and concentrated pear juice (down \$1.3 million). This was only partially offset by an increase in revenue in the Company's concentrated apple juice and apple aroma segment (up \$6.6 million).

Gross profit was \$4.8 million, a 26.5% decline from \$6.6 million in the same period in 2010. Gross profit margins were 27.8% as compared with 36.2% in the third quarter of 2010. The year-over-year decline in gross margin was due to several reasons - a rise in the price of raw fruits which reduced the demand level of our products, the price reduction we instituted for our beverage products in May 2011, and the decreased sales of concentrated kiwifruit juice, kiwifruit puree, fresh fruits and vegetables and concentrated pear juice.

Operating expenses for the three months ended September 30, 2011 were \$2.0 million, or 11.5% of sales, compared to \$1.1 million, or 6.2% of sales in the same period last year. General and administrative expenses increased by 95.4% to \$1.2 million for the three months ended September 30, 2011, mainly due to an increase in legal fees related to current pending litigations, and the Company's additional insurance for directors and officers which were purchased at higher premiums as such costs for China-based companies have risen sharply in the past year due to market conditions. Selling expenses increased by \$0.4 million, or 168.6%, to \$0.6 million due to an increase in payroll expenses as a result of higher headcount to support sales and marketing efforts of SkyPeople's beverage lines. Operating income dropped 47.9% to \$2.8 million, representing an operating margin of 16.3% as compared to 30.0% for the corresponding period in fiscal 2010.

Net income attributable to common shareholders and earnings per share for the third quarter of 2011 were \$1.8 million and \$0.07, respectively, compared to \$3.6 million and \$0.15, respectively, in the third quarter of 2010. Fully diluted shares were 26.7 million for the third quarter of 2011, compared to 23.5 million for the third quarter of 2010, reflecting the sale of 5.2 million shares of SkyPeople common stock in the third quarter of 2010.

#### Third Quarter 2011 Revenue by Segment

	Three Months Ended September 30,		
	2011	2010	% Change
Concentrated apple juice and apple aroma	\$ 8,782	\$ 2,166	+305%
Fruit juice beverages	5,188	7,380	-30%



Concentrated pear juice	2,036	3,325	-39%
Fresh fruits and vegetables	897	3,005	-70%
Concentrated kiwifruit juice and kiwifruit puree	499	2,302	-78%
Other	35	11	218%
Consolidated	\$17,437	\$18,189	-4%

Sales of concentrated apple juice increased to \$8.8 million, a 305% increase from the \$2.2 million in the year-ago quarter. The increase was primarily due to higher unit price, which has risen to \$2,000 per ton in the third quarter of 2011 from \$900 per ton a year ago, and revenue contribution from SkyPeople's Yingkou factory that became operational in the fourth quarter of 2010.

Sales of branded juice beverage sales, which include "Hedetang" and "Qian Mei Duo" bottled and boxed juices, decreased to \$5.2 million from \$7.4 million in the prior year. The decrease was mainly due to the lower prices which had been instituted as part of the strategy to increase market share. Pear juice concentrates sales \$2.0 million, decreased of 39% from the comparable year-ago period, attributable to the decline in the quantity sold as the production capacity of the Jingyang factory was impaired due to the construction of a new production line and the unusually severe weather.

Sales from our fresh fruits and vegetables decreased to \$0.9 million for the third quarter of 2011, a drop of 70%, compared to \$3 million for the same period of fiscal 2010, as the market price of fresh fruits was higher in the current quarter and the Company consequently reduced its purchase of fresh fruits to control costs in 2011. Sales of kiwi concentrates and purees were \$0.5 million, down from \$2.3 million in the prior year. The decrease was due to a shortage of fresh kiwi as a result of the harvest season, and as a result our squeezing season, being delayed from September to mid- October due to poor weather conditions this year.

<b>Summary Income Statement Results for the Nine Months Ended September 30, 2011</b>			
	9 Months Ended September 30,		CHANGE
	2011	2010	
Net Sales	\$49.1 million	\$49.3 million	(0.6%)
Gross Profit	\$17.6 million	\$20.1 million	(12%)



Net Income Attributable to Common Shares	\$8.6 million	\$10.0 million	(14%)
Adjusted Net Income*	\$8.6 million	\$12.1 million	(29%)
EPS (Diluted)	\$0.32	\$0.46	(30%)
Adjusted EPS*	\$0.32	\$0.55	(42%)
Diluted Avg. Shares Outstanding	26.7 million	21.9 million	22%
<p>*Adjusted net income and adjusted EPS for the nine months ended September 30, 2010 excludes \$2.1 million loss due to the change in fair value of warrant liability and uses weighted average basic common shares for computation purposes.</p>			

Net sales for the nine months ended September 30, 2011 were \$49.1 million, a 0.4% decrease from \$49.3 million for the corresponding period of last year. This decrease was primarily due to a decrease in sales of concentrated kiwifruit juice pear juice and kiwifruit puree and fresh fruits. Gross profit was \$17.6 million for the nine months ended September 30, 2011 compared to \$20.1 million for the nine months ended September 30, 2010, with consolidated gross margins of 35.8% and 40.8%, respectively. The 483 basis point year-over-year decline in gross margin was attributable to the reduced gross margins of kiwifruit concentrate and puree, pear concentrate and fruit juice beverages. The decline was partially offset by an increase in the gross margin of apple juice concentrate and apple aroma. Operating income for the nine months were \$12.4 million, a decline of 23.5% from the comparable year ago period, while operating margin was 25.3%, a decline of 231 basis points from the previous nine months 32.9% operating margin.

Net income attributable to SkyPeople was \$8.6 million for the nine months ended September 30, 2011 compared to \$10.0 million for the same period last year. Earnings per share were \$0.32 and \$0.46 in the nine month periods ended September 30, 2011 and 2010, respectively. Excluding a \$2.1 million non-cash loss from the change in fair value of warrant liabilities in the nine months ended September 30, 2010, adjusted net income and adjusted EPS were down 29% and 42% year-over-year, respectively.

### Nine Month 2011 Revenue by Segment

	Nine Months Ended		
	September 30,		% Change
	2011	2010	
Concentrated apple juice and apple aroma	\$ 14,842	\$ 7,785	+91%
Fruit juice beverages	17,898	15,073	+19%
Concentrated pear juice	7,949	9,150	-13%
Fresh fruits and vegetables	2,354	6,573	-64%



Concentrated kiwifruit juice and kiwifruit puree		<u>5,195</u>	<u>8,891</u>	-42%
Other		<u>825</u>	<u>1,834</u>	-55%
Consolidated	\$	<u>49,063</u>	\$ <u>49,306</u>	-1%

The increase in sales of apple related products to \$14.8 million for the first nine months of 2011 was primarily due to higher unit price and revenue contribution from the Company's Yingkou factory that became operational in the fourth quarter of 2010. Fruit juice beverage sales for the nine months ended September 30, 2011 increased by \$2.8 million to \$17.9 million, representing an increase in sales of 19% as compared to the first nine months of 2010. This increase was due to a rise in market demand for fruit juice beverages as well as the introduction of a new line of juices, Qian Mei Duo, in the first quarter of 2011, though partially offset by SkyPeople's lowering of its fruit juice beverages in the second quarter of 2011. Revenue from the Company's fresh fruits and vegetables segment decreased 64% to \$2.4 million as a result of lower volume due to a rise in 2011 through the nine months of the market price of fresh fruits relative to the same time period in 2010. Concentrated kiwifruit juice and kiwifruit puree sales for the nine months ended September 30, 2011 were down 42% to \$5.2 million due to a shortage of fresh kiwi fruit as a result of our squeezing season being delayed due to poor weather conditions as discussed above.

### Financial Condition

As of September 30, 2011, the Company had \$76.4 million in cash and cash equivalents, up from \$49.4 million as of December 31, 2010. Working capital was \$87.1 million compared to \$78.6 million as of December 31, 2010. The current ratio was 5.0 at September 30, 2011 as compared to 4.3 at December 31, 2010. Accounts receivable improved to \$21.5 million, compared to \$46.0 million as of December 31, 2010. The days of account receivable outstanding decreased from 132 days in the third quarter of 2010 to 113 days in the third quarter of 2011. SkyPeople had \$13.1 million in short term loans with local and provincial banks in Shaanxi and Liaoning Provinces as of September 30, 2011. Shareholders' equity was \$136.7 million as of September 30, 2011, an 11% increase from \$123.2 million reported on December 31, 2010.

### Capacity Expansion Update

The Company's growth plan includes building an integrated manufacturing infrastructure to support higher production volumes for its juice beverages and concentrates. SkyPeople has several projects in various stages of planning and completion that it is able to fund using the proceeds from its 2010 public offering operating activities. The Company reviews these projects regularly so as to assess their feasibility and ongoing progress based on market conditions and the associated costs of the projects. SkyPeople's major projects are as follows:



SkyPeople Fruit Juice Expansion Projects Huludao Wonder Projects	Estimated Completion Date	Estimated Capital Expenditure (in millions)
- A refrigeration storage unit for the storage of concentrated fruit juices and fresh fruits and vegetables and a concentrated fruit juice mixing center	3Q 2012	\$4.6
- 30 ton/hour comprehensive fruits and vegetables processing line	3Q 2012	3.0
- A fruit juice beverage production line of 6,000 bottles/hour	4Q 2011	3.0
- Environmental project (waste water treatment facility for concentrated apple juice production line)	3Q 2012	8.0
Subtotal: Estimate of all Huludao Wonder projects		<u>\$18.6</u>

### The Huludao Wonder Project

Huludao Wonder is one of two factories that the Company operates that produces apple juice products. The Company is planning to develop the following priority projects as associated with this facility: [Note: please revise the following to be consistent with the final version of the 10-Q.

- Refrigeration Storage Unit and a Concentrated Fruit Juice Mixing Center. In the fourth quarter of 2011, the Company plans to build a refrigeration storage unit for the storage of concentrated fruit juices and fresh fruits and vegetables. The unit will also serve as a facility for developing mixed fruit concentrates. SkyPeople expects to complete this project in the third quarter of 2012. The estimated expenditures for this project based on a current estimate of material and labor costs is \$4.6 million.

- 30 ton/hour Comprehensive Fruits and Vegetables Processing Line. As a result of new PRC industry regulations released in March 2011, the total industry production of concentrated apple juice business will likely be curtailed. Therefore, the Company plans to change its existing 30 ton/hour concentrated apple juice line into a 30 ton/hour comprehensive fruits and vegetables processing line by adding additional equipment and machinery. The estimated investment for this project is \$3.0 million. This project is expected to start in the first quarter of 2012 and is estimated to be completed in the third quarter of 2012.

- Fruit Juice Production Beverage Line of 6,000 bottles/hour. The Company started the construction of a fruit juice beverage line in September of 2010. The beverage line will produce a variety of fruit juice beverages. The company has completed the infrastructure



construction and equipment installation and is in the process of testing the equipment. The delay in obtaining government approval for the construction resulted in a slight delay the previously projected timetable and the Company now expects the new beverage production line to commence operation in the fourth quarter of 2011. The estimated capital expenditures for this project is \$3 million.

- Environmental Project. This project was also started in September of 2010. The environmental project consists of a wastewater processing facility that is required by the state and local environmental protection agencies in the production of fruit and vegetable juice concentrates. The estimated expenditures based on current material and labor costs is \$8.0 million. The completion of this project is expected in the second or third quarter of 2012. As of September 30, 2011, the Company has spent \$1.6 million on the work associated with of Huludao Wonder Projects, mainly for the purchase of machinery and equipment and construction in progress.

### **The Pear Juice Line Project**

SkyPeople plans to add another concentrated pear juice line that can process 20 tons of pears per hour. As of September 30, 2011, SkyPeople spent \$5.37 million in making payments under these contracts. The Company expects to operate this line in the fourth quarter of 2011.

### **Recent Developments**

On September 21, 2011, SkyPeople's Board of Directors ("the Board") appointed Cunxia Xie as its Chief Financial Officer. Ms. Xie has extensive financial accounting, corporate management and internal control experience in China. Prior to her appointment, Ms. Xie served as the Chief Financial Officer of SkyPeople Juice Group Co., Ltd., a 99.78% indirectly-owned subsidiary of the Company, since 2009. From 2003 to 2009, Ms. Xie served as Financial Accounting Manager at China Haisheng Juice Holding Corporation, a company listed on the Hong Kong Stock Exchange.

In November 2011, the Board elected Messrs. Lu Baosheng and Wang Tao as independent directors to the Board to further strengthen its corporate governance. Messrs. Lu and Wang will also serve as members of an evaluation committee of the Board to advise upon the Company's response to certain demand letters that it has received from a shareholder. Mr. Lu is a licensed CPA in China with 20 years of experience. He has assisted approximately 20 companies in going public in China and participated in financial and project auditing for large state-owned enterprises. Mr. Wang has been a senior legal counsel at Shaanxi Silkroad Law Firm since October 2011. He is a licensed attorney in China and has litigated a large number of cases in China.



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### **Third Quarter 2011 Conference Call**

To attend the live conference call, please dial in at least 10 minutes before the call to ensure timely participation. Please use the dial-in information below. When prompted by the operator, mention conference the Pass Code.

#### Conference Call

Date:	Wednesday, November 16, 2011
Time:	9:00 a.m. Eastern Time, US.
Conference Line Dial-In:	+1-866-394-2209
International Dial-In:	+1-706-758-1481
Conference Pass Code:	27718766

A playback will be available through November 30, 2011. To access the replay, please dial +1-855-859-2056 within the United States or +1-404-537-3406 when dialing internationally, and enter the pass code 27718766 for the replay.

#### **About SkyPeople Fruit Juice, Inc.**

SkyPeople Fruit Juice, Inc., a Florida company, through its wholly-owned subsidiary Pacific Industry Holding Group Co., Ltd., a Vanuatu company, holds 99.78% ownership interest in SkyPeople Juice Group Co., Ltd. ("SkyPeople (China)"). SkyPeople (China) is engaged in the production and sales of fruit juice concentrates (including fruit purees, fruit puree concentrates, and clear fruit juice concentrates), fruit beverages (including fruit juice beverages and fruit cider beverages), and other fruit related products (including primarily organic and non-organic fresh fruits, kiwifruit seeds and apple aroma) in and from the PRC. Its fruit juice concentrates are sold to domestic customers and exported directly or via distributors. Fruit juice concentrates are used as a basic ingredient component in the food industry. Its brand, Hedetang, which is a registered trademark in the PRC, is positioned as a high quality, healthy and nutritious end-use juice beverage. For more information, please visit <http://www.skypeoplefruitjuice.com>.

#### **About Non-GAAP Financial Measures**

GAAP results for three and nine month periods ended September 30, 2011 and 2010 include the significant non-cash charges which do not relate to the operation of the business including non-cash expenses related to the change in fair value of derivative financial instruments. These are non-cash events which do not affect the Company's operations. To supplement the Company's consolidated financial statements presented on a GAAP basis, the Company has provided non-GAAP financial information excluding the impact of these items in this release, which are adjusted net income from continuing operations, adjusted diluted earnings per share from continuing operations, adjusted net income attributable to common shareholders and adjusted earnings per share attributable to common shareholders. The Company's management believes that these non-GAAP measures provide investors with a better understanding of how the results relate to the Company's historical performance. The





additional adjusted information is not meant to be considered in isolation or as a substitute for GAAP financials. The adjusted financial information that the Company provides also may differ from the adjusted information provided by other companies. Management believes that these adjusted financial measures are useful to investors because they exclude non-cash expenses that management excludes when it internally evaluates the performance of the Company's business and makes operating decisions as these measures provide a consistent method of comparison to historical periods. As a result, the provision of these adjusted measures allows investors to evaluate the Company's performance using the same methodology and information as that used by the Company's management. Moreover, management believes that these adjusted measures reflect the essential operating activities of the Company. Adjusted measures are subject to inherent limitations because they do not include all of the expenses included under GAAP and because they involve the exercise of judgment of which charges are excluded from the adjusted financial measure. However, the Company's management compensates for these limitations by providing the relevant disclosure of the items excluded. A reconciliation of each adjusted measure to the nearest GAAP measure appears in the table at the end of this release.

**SKYPEOPLE FRUIT JUICE, INC.**  
**CONDENSED CONSOLIDATED BALANCE SHEETS AS OF SEPTEMBER 30,**  
**2011 (UNAUDITED) AND DECEMBER 31, 2010**

	September 30, 2011	December 31, 2010
ASSETS		
	(Unaudited)	
CURRENT ASSETS		
Cash and equivalents	\$ 76,425,179	\$ 49,350,385
Restricted cash	1,207,328	505,581
Trade accounts receivable, less allowance for doubtful accounts of \$45930	21,492,651	46,029,962
Other receivables	1,296,059	1,272,648
Inventories, net	8,082,189	5,436,117
Prepaid expenses and other current assets	431,753	31,604
Total current assets	108,935,159	102,626,297
PROPERTY, PLANT AND EQUIPMENT, Net	35,670,262	36,337,251
LAND USAGE REIGHT, Net	6,632,390	6,541,825
OTHER ASSETS	7,227,011	1,694,486



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TOTAL ASSETS	\$ 158,464,822	\$ 147,199,859
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Accounts payable	\$ 3,163,526	\$ 3,446,797
Accrued expenses	3,518,630	4,871,934
Income tax payable	675,831	4,377,039
Advances from customers	54,654	573,609
Short-term bank loans	13,159,956	10,238,856
Short-term notes payable	1,185,023	505,581
Total current liabilities	21,757,620	24,013,816
Commitments and contingencies (Note 9)		
STOCKHOLDERS' EQUITY		
Preferred Stock, \$0.001 par value; 10,000,000 shares authorized; 1,456,647 Series B Preferred Stock issued and outstanding as of September 30, 2011 and December 31, 2010, respectively	1,457	1,457
Common Stock, \$0.001 par value; 66,666,666 shares authorized; 25,690,402 shares issued and outstanding as of September 30, 2011 and December 31, 2010, respectively	25,690	25,690
Additional Paid-in capital	59,189,374	59,189,374
Retained earnings	60,011,823	51,418,283
Accumulated other comprehensive income	11,951,211	7,823,967
Total SkyPeople Fruit Juice, Inc. stockholders' equity	131,179,555	118,458,771
Non-controlling interests	5,527,647	4,727,272
TOTAL EQUITY	136,707,202	123,186,043
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 158,464,822	\$ 147,199,859



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**SKYPEOPLE FRUIT JUICE, INC.**  
**CONDENSED CONSOLIDATED STATEMENTS OF INCOME AND**  
**COMPREHENSIVE INCOME FOR THE THREE AND NINE MONTHS**  
**ENDED SEPTEMBER 30, 2011 AND 2010 (UNAUDITED)**

	Three Months Ended		Nine Months Ended	
	September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010
Revenue	17,437, \$ 105	18,188, \$ 781	49,062, \$ 726	49,306, \$ 860
Cost of sales	12,595, 983	11,604, 046	31,448, 900	29,201, 392
Gross Margin	4,841,1 22	6,584,7 35	17,613, 826	20,105, 468
Operating Expenses				
General and administrat ive	1,217,2 06	622,88 3	3,042,1 00	2,237,2 22
Selling expenses	638,21 1	237,59 9	1,741,8 14	816,477
Research and developme nt	145,41 3	271,45 3	420,12 1	816,786
Total operating expenses	2,000,8 30	1,131,9 35	5,204,0 35	3,870,4 85
Income from Operations	2,840,2 92	5,452,8 00	12,409, 791	16,234, 983
Other Inco me				



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(Expenses)

Interest expense	(308,447)	(214,348)	(648,635)	(654,264)
Interest income	81,720	20,355	223,806	67,108
Subsidy income	50,632	132,984	622,396	2,381,389
Other income (expenses)	(118)	(46,725)	39,454	(45,291)
Change in fair value of warrant liabilities	-	-	-	(2,103,832)
Total other expenses	(176,213)	(107,734)	237,021	(354,890)
Income Before Tax	2,664,079	5,345,066	12,646,812	15,880,093
Income Tax Expenses	726,239	1,395,109	3,419,625	4,823,980
Net Income	\$ 1,937,840	\$ 3,949,957	\$ 9,227,187	\$ 11,056,113
Less: Net income attributable to noncontrolling interests	124,420	378,311	633,642	1,056,038



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Net				
Income				
Attributable to				
Common	1,813,4	3,571,6	8,593,5	10,000,
Shares	<u>\$ 20</u>	<u>\$ 46</u>	<u>\$ 45</u>	<u>\$ 075</u>
Earnings				
Per Share:				
Basic				
earnings				
per share	\$ 0.07	\$ 0.15	\$ 0.32	\$ 0.46
Diluted				
earnings				
per share	\$ 0.07	\$ 0.15*	\$ 0.32	\$ 0.46*
Weighted				
Average				
Shares				
Outstanding				
	25,690,	22,437,	25,690,	20,336,
Basic	402	576	402	417
	26,661,	23,510,	26,661,	21,895,
Diluted	501	552	501	610
Comprehensive				
Income				
Net	1,937,8	3,949,9	9,227,1	11,056,
income	<u>\$ 40</u>	<u>\$ 57</u>	<u>\$ 87</u>	<u>\$ 113</u>
Foreign				
currency				
translation	1,342,1	1,334,5	4,293,9	1,833,7
adjustment	<u>80</u>	<u>76</u>	<u>77</u>	<u>11</u>
Comprehensive				
Income	3,280,0	5,284,5	13,521,	12,889,
	<u>\$ 20</u>	<u>\$ 33</u>	<u>\$ 164</u>	<u>\$ 824</u>



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Comprehensive income attributable to the noncontrolling interest	(182,649)	(511,193)	(800,375)	(1,158,522)
Comprehensive income attributable to SkyPeople Fruit Juice, Inc.	3,097,371	4,773,340	12,720,789	11,731,302

## RECONILIATION OF NON-GAAP FINANCIAL MESAURES

Adjusted Net Income (Loss) and Diluted EPS	Three Months Ended September 30		Nine Months Ended September 30	
	2011	2010	2011	2010
GAAP Net Income to Common Shares	\$1,813,420	\$3,571,646	\$8,593,545	\$10,000,075
Add Back: Change in fair value of warrants liabilities				\$2,103,832
Adjusted Amount Net Income	\$1,813,420	\$3,571,646	\$8,593,545	\$12,103,907
Weighted average number of shares – Basic	25,690,402	22,437,576	25,690,402	20,336,417
Weighted average number of shares - Diluted	26,661,501	23,510,552	26,661,501	21,895,610
Adjusted Diluted EPS	\$0.07	\$0.15	\$0.32	\$0.55

SOURCE SkyPeople Fruit Juice, Inc.