

CER Report

OTC/BB: LLEN (previously LLFH)

Update

February 2, 2010

Rating: **Speculative Buy**
(Unchanged)

Recent Price: **\$6.45** (2/1/10)

Price Target: **\$14.00**
(Changed from \$7.25)

L & L Energy, Inc.

(previously L&L International Holdings, Inc.)

Coal Production and Processing; China

MARKET DATA

52-Week High/Low	\$8.09 - \$0.55
Ave. Daily Volume (6-mos.)	134 K
Shares Outstanding	26.2 M
Inside Ownership	33%
Institutional Ownership	<1%
Float	17.5 M
Short Interest (% of float)	<1%

L & L Energy owns coal mining, aggregating, washing and coking operations in Yunnan Province in China. The Company is attempting to capitalize on the Chinese government's plans to modernize and consolidate the country's coal mining industry. L&L has acquired three mining, two coal washing operations and one coal coking operation in the last two years. L&L maintains its headquarters in Seattle, Washington and additional offices in China. The corporate web site is located at www.lnlinternational.com

FINANCIAL DATA

Market Capitalization	\$169.0 M
- Cash & Equivalents	\$ 11.3 M
+ Minority Interest	\$ 8.6 M
+ Long-term Debt	\$ 8.8 M
Enterprise Value	\$175.1 M
Book Value	\$ 55.6 M
Working Capital	\$ 31.3 M
Dividend Yield	Nil

Balance sheet figures as of 10/30/09

HIGHLIGHTS

- New Operations.** L&L Energy has moved forward aggressively with its strategy to grow by acquisition with an agreement to acquire the Hong Xing Coal Washing facility and a separate agreement to operating the Ping Yi coal mine, both in China. Total coal reserves now owned or operated by L&L has risen to approximately 118 million tons, while coal washing capacity is near 720,000 tons. (Page 2-3)
- Revenue Run Rate.** The Company guided for annual sales of \$19 million per year from the Hong Xing coal washing operation and \$15 million per year from the Ping Yi coal mine, both of which apparently will contribute to results for the entire fiscal third quarter ending January 2010. Accordingly, we estimate FY3Q10 revenue and the Company's new revenue run rate per quarter could reach \$34.0 million. (Page 4)
- Estimated Earnings.** Based on performance in the October 2009 quarter, we expect L&L to be able to earn a 30% net profit margin and convert as much as 20% of sales to cash, implying fully diluted earnings of \$0.35 and cash flow from operations near \$6.8 million in the January 2010 quarter. (Page 4)
- Rating and Price Target.** We reiterate our Speculative Buy rating on LLEN and increase our price target to \$14.00 following the two recent deals. Our target price represents a multiple of 10.0 times our estimated annual run-rate for earnings per share of \$1.40. (Page 4)
- Price Catalysts.** Multiple catalysts could have a positive impact the LLEN price in coming weeks. (Page 4-5)

	SALES	NET INC	CFO	EPS
FY08A	\$23.4	\$ 1.1	\$ 1.0	\$0.05
FY09A	\$40.9	\$10.5	\$17.6	\$0.47
FY1Q10A	\$12.7	\$ 2.7	\$ 7.1	\$0.13
FY2Q10A	\$24.5	\$ 6.9	\$ 4.8	\$0.29

Dollars in millions, except EPS; Fiscal year ends April. Results in FY08 and FY09 reflect LEK operations as discontinued.

VALUATION

Price/Sales	2.7 X
Price/CFO Continuing Operations	6.0 X
Price/Trailing 12-mo. Earnings	9.9 X
Price/Book Value	3.4 X
Consensus EPS Estimate FY10	NA
Consensus EPS Estimate FY11	NA

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SUMMARY

We update our coverage of L&L Energy following two significant deals that added an estimated \$34 million to the Company's revenue line. Total coal reserves now owned or operated by L&L has risen to approximately 118 million tons, while coal washing capacity is near 720,000 tons. The Company has moved forward aggressively with its strategy to grow by acquisition with an agreement to acquire the Hong Xing Coal Washing facility and a separate agreement to operating the Ping Yi coal mine. L&L had had a memorandum of understanding with the owners of the Ping Yi mine to acquire the mine outright. The recent agreement for L&L to operate Ping Yi apparently does not preclude such a deal in the future.

L&L Energy changed its corporate name near the beginning of the year to better capture the intentions of the Company to become a key player in China's energy future. While the Company is focused on coal mining and processing, during a recent meeting with management we learned exploration of clean coal technologies and adoption of more efficient and environmentally friendly operating techniques remains high on the Company's priority list.

We reiterate our Speculative Buy rating on L&L Energy shares and increase our price target to \$14.00 following the two recent deals. Our target price represents a multiple of 10.0 times our estimated annual run-rate for earnings per share of \$1.40.

RECENT DEVELOPMENTS

In early January 2010, L&L Energy agreed to acquire the Hong Xing Coal Washing Factory based in Yunnan Province, China. The deal was executed through the L&L Yunnan Tianneng Industry Company, which is 70% owned by L&L Energy. Hong Xing currently has capacity to produce 150,000 tons of wash coal per year, but L&L announced its intentions to quadruple production capacity to 600,000 tons per year. L&L paid \$1.0 million in cash for the deal.

Based on a price of \$130 per ton for washed coal, management guided for \$19 million in annual revenue from Hong Xing. The deal was effective on November 1, 2009, but was not approved by the Chinese government until late December 2009. We expect Hong Xing to contribute to results for all three months of the fiscal third quarter ending January 2010.

Table I: Coal Reserves and Processing Capacity

Mining	Status	Reserves	Long-Term Output Goal	Ownership
DaPuAn Mine	Operating	13.0 million tons	450,000 tons / yr	80%
SuTsong Mine	Operating	5.7 million tons	300,000 tons / yr	80%
Tian Ri Mine	Exploration	52.0 million tons	700,000 tons / yr	100%
Laos Mine	Exploration	16.0 million tons	850,000 tons / yr	80%
Total		86.7 million tons	2.3 million tons / yr	
Processing	Status	Capacity	Long-Term Output Goal	
KMC Wholesale*	Operating	350,000 tons	800,000 tons / yr	100%
DaPuAn Coal Washing	Certification	270,000 tons	270,000 tons / yr	80%
Hon Shen Coal Washing	Operating	300,000 tons	300,000 tons / yr	93%
Hon Shen Coal Coking	Operating	150,000 tons	150,000 tons / yr	93%
Hong Xing Coal Washing**	Operating	150,000 tons	600,000 tons / yr	100% / 70%
Operating Agreements	Status	Reserves	Long-term Output Goal	
Ping Yi Mine	Operating	31.0 million tons	300,000 tons / yr	na

*Wholesale operations consist of aggregating and sorting of mined coal, including consigned coal from third parties.

** Hong Xing Coal Washing Facility operations are 100% owned by L&L Yunnan Tianneng Industry Co., Ltd. of which L&L Energy, Inc. owns 70% controlling interest.

Sources: Company Reports and Crystal Equity Research Estimates

In January 2010, L&L Energy also entered into an agreement to operate the Ping Yi Coal Mine located in Guizhou Province, China. Guizhou Province is immediately adjacent on the northeast side of Yunnan Province, where the rest of L&L's operations are located. The Company had previously issued a memorandum of understanding with the owners of Ping Yi to negotiate the acquisition of Ping Yi. The recent operating agreement apparently does not preclude another deal in the future. In the meantime, L&L agreed to take over operation of the Ping Yi mine for an annual operating fee of \$876,000, which L&L can pay in cash or in common stock. Approximately \$146,000 was paid immediately in cash. L&L executed the operating agreement through its subsidiary Baoxing Economic and Trade Co., Ltd.

L&L will be allowed to consolidate Ping Yi revenue and earnings with its own operations. Management guided for \$15.0 million in annual revenue based on the mine's operating capacity of 150,000 tons per year and a raw coal price of \$100 per ton. The operating agreement covers a two-year period beginning November 1, 2009, and provides for investments by L&L to increasing production capacity to 300,000 tons per year.

Yunnan and Guizhou Provinces are located in the far southwest corner of the People's Republic of China. Yunnan borders Myanmar, Laos and Vietnam to the south. The area is mountainous, with high elevations in the north and west in Yunnan and low elevations in the south in Guizhou, with the Yunnan-Guizhou Plateau dominating the area. Yunnan in particular is rich in natural resources and has considerable diversity in plant life. Yunnan has over 600 rivers and lakes, which provide an annual water supply of 220 billion cubic meters. The area is highly dependent on natural resources for its economy. Production centers on agriculture, tobacco, mining, hydro-electric power production and tourism. By contrast Guizhou is relatively poor and undeveloped. Its natural industry is predominantly timber and forestry, but coal and limestone mining are also present. Guizhou's coal output was 118 million tons in 2008, representing a 7% year-over-year increase.

Illustration I: China Provincial Map



Source: Maps-of-China.net

PROJECTED EARNINGS

Prior to the Ping Yi and Hong Xing deals we estimated the Company's revenue run rate had risen to approximately \$26.0 million per quarter. The Company guided for annual sales of \$19 million per year from the Hong Xing coal washing operation and \$15 million per year from the Ping Yi coal mine, both of which apparently will contribute to results for the entire fiscal third quarter ending January 2010. Accordingly, we estimate fiscal third quarter revenue and the Company's new revenue run rate per quarter could be as high as \$34.0 million.

Management has also suggested that profit margins in the two recently added operations are comparable to those in the existing operations. Based on performance in the October 2009 quarter, we expect L&L to be able to earn a 30% net profit margin and convert as much as 20% of sales to cash, implying fully diluted earnings of \$0.35 and cash flow from operations near \$6.8 million in the January 2010 quarter. Our diluted earnings per share figure is based on an estimated 28.0 million in fully diluted shares. Shares outstanding were 26.2 million as of December 15, 2009, and warrants outstanding at the end of October 2009 were 5.6 million with an average exercise price of \$2.64.

If we are correct in these projections, the Company could produce an estimated \$136 million in revenue over the next year, providing \$1.40 in earnings per share and \$27.2 million in cash flow from operations.

VALUATION AND OUTLOOK

We value LLEN shares at \$14.00 (from \$7.25) over the next twelve to eighteen months based on our estimate of the Company's annual revenue and earnings per share run rate of \$1.40 in earnings per share times a multiple of 10.0 times. This represents potential appreciation of 119% from the current price level.

Although we believe a credible argument could be made for higher valuation parameters given L&L's growth trajectory, our price target is intentionally not dependent upon expansion of multiples from the current valuation levels for L&L Energy. We continue to have some concerns relating to transparency in financial reporting and the need to modernize and adapt internal financial controls to meet U.S. GAAP standards. Furthermore, the dilutive effects from derivative securities issued in the last year may put a brake on stock price appreciation despite positive fundamental developments.

Our revised price target represents a significant increase from our previous target. Based on the concerns noted in the previous paragraph, we had previously set a target of \$7.25 although our valuation exercise had determined a \$10.00 value prior to the two deals announced in January 2010. The stock moved through this price level and established a new high near \$8.00. As we describe below there may now be sufficient price catalysts to move the stock to full valuation, particularly if the Company makes progress with its internal controls and financial reporting.

Price Support and Catalysts

There appears to be strong support for LLEN near the \$6.00 price level. The stock has tested this level in recent weeks as continuing economic uncertainty as led to weak conditions in the greater U.S. equity market. LLEN shares are valued at 9.2 times trailing earnings and 5.5 times trailing cash flows at the \$6.00 price level, suggesting sharp undervaluation at that price given the Company's growth rate and profitability. Accordingly, we suggest long-term investors using a buy and hold strategy consider accumulating shares more aggressively at prices below \$6.00 per share. We have identified another strong level of price support at the \$3.50 price level, providing some downside protection albeit at nearly half the current price level.

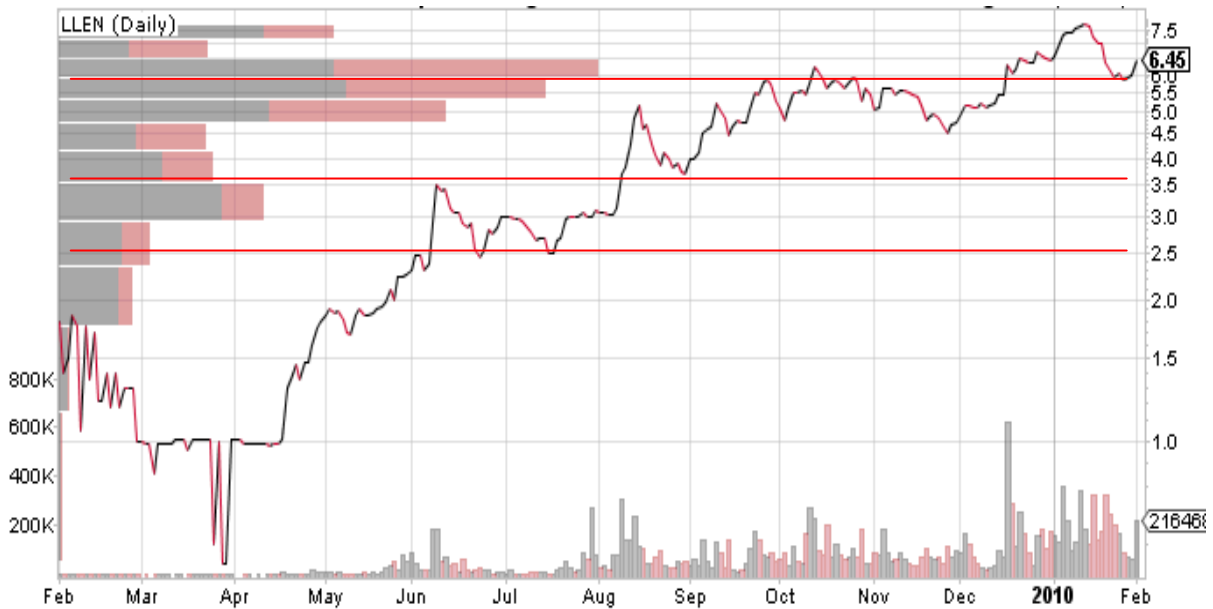
We expect the Company to continue with its growth by acquisition strategy. We estimate the Company has as much as \$11.0 million in cash available for deals and capital investment. In our view, management is even more credible than ever with owners of small coal mining and processing operations in China after having completed a capital raise and successfully negotiating a half dozen transactions. The Company has begun promoting its brand name on billboards in Yunnan Province in an attempt to build awareness of its business proposition within the local coal industry.

In addition to future deals, we expect the January 2010 quarter report to gain new investor interest and boost confidence in management's ability to execute. L&L is due to report the quarter by mid-March 2010.

The timing for a third potential catalyst is not as easily pinpointed. Management has indicated the Company has applied for listing on a national exchange. We expect an upgrade in trading venue could have a strong influence on the stock price as new investors, who might have otherwise been precluded from investing in an Over-the-Counter Bulletin Board traded security, begin accumulating LLEN shares.

The Company's beefed up management team, slate of directors and advisory board are also hard at work in pursuing strategic initiatives in clean coal technology and import/export strategies. The Company established a subsidiary for the purpose of exploring importation of coal to China and established an office in one of China's major port cities. L&L has also been supportive of university research programs related to coal mining efficiency and clean coal processing. While we do not expect an impact on revenue or margin sales prices in the near-term, we believe the Company's long-term viability in the world coal mining industry to be favorably impacted by this preliminary work. Nonetheless, near-term news reports of agreements or investments could encourage higher valuation parameters or in the least improved investor psychology vis-à-vis the Company's business model.

STOCK CHART



Source: Stockcharts.com

ADDITIONAL INFORMATION IS AVAILABLE UPON REQUEST

Table II: Historic Balances (dollars in thousands)

	4/30/2006	4/30/2007	4/30/2008	4/30/2009	10/31/2009
Current assets					
Cash and equivalents	1,243	885	948	5,099	11,346
Accounts receivable	5,751	6,647	502	16,906	19,519
Inventory	3,222	3,197	1,337	1,524	3,200
Prepaid expenses	3,759	8,105	-	3,611	5,429
Due from minority mine owners	-	-	-	4,300	-
Loan from related parties	-	-	727	1,684	1,867
Current assets held for disposition	-	-	16,286	-	-
Other current receivables	3	236	5,227	9,361	7,666
Total current assets	13,978	19,070	25,027	42,485	49,027
PP&E, net	2,804	2,586	473	5,243	12,695
Goodwill	1,592	1,592	-	-	-
Construction-in-progress	-	-	-	2,085	10,061
Intangible assets, net	-	-	-	2,507	2,557
Due from minority shareholders	5,156	4,313	-	-	-
Investments	463	464	444	1,276	1,540
Assets held for disposition	-	-	3,666	-	574
Other long-term assets	-	-	130	679	105
Total assets	23,993	28,025	29,740	54,275	76,559
Current liabilities					
Accounts payable	2,949	2,835	263	4,931	1,602
Other payable	-	-	-	3,000	3,795
Bank loan	-	-	-	-	1,742
Lines of credit	2,528	1,923	-	-	-
Due to shareholders	-	-	680	911	-
Customer deposits	145	713	312	300	2,304
Taxes payable	2,951	3,836	2,203	6,015	6,372
Liabilities related to entity held for sale	-	-	6,461	-	-
Accrued liabilities	1,232	1,402	(285)	953	1,881
Total current liabilities	9,805	10,709	9,634	16,110	17,696
Long-term debt	-	-	-	3,000	3,250
Minority interest	5,056	6,919	7,868	12,732	8,594
Stockholders' equity					
Common stock	19	19	21	21	25
Paid-in-capital	8,165	9,148	9,979	9,605	29,602
Service cost being amortized	-	-	-	-	(5,037)
Due to shareholder	12	-	-	-	-
Deferred stock compensation	(159)	(147)	(106)	(64)	(45)
Comprehensive income	136	108	100	670	632
Retained earnings (deficit)	959	1,269	2,244	12,201	21,842
Stockholders' equity	9,132	10,397	12,238	22,433	47,019
Total liabilities and equity	23,993	28,025	29,740	54,275	76,559

Source: Company Reports and Crystal Equity Research Estimates

Table III: Historic Sales, Expenses and Income (dollars in thousands except per share earnings)

	FY06 4/30/2006	FY07 4/30/2007	FY08 4/30/2008	FY09 4/30/2009	FY1Q09 7/31/2008	FY2Q09 10/31/2008	FY3Q09 1/31/2009	FY4Q09 4/30/2009	FY1Q10 7/31/2009	FY2Q10 10/31/2009	TTM 10/31/2009
Sales	13,096	19,006	23,381	40,938	10,666	11,310	9,989	8,973	12,745	24,483	56,190
Cost of sales	9,249	15,113	21,994	17,946	4,924	5,089	4,321	3,612	6,685	11,810	26,428
Gross profit	3,847	3,893	1,387	22,992	5,742	6,221	5,668	5,361	6,060	12,673	29,762
Consulting expense	95	78	-	-	-	145	165	(310)	-	-	(145)
SG&A expense	1,789	3,167	696	3,516	714	976	572	1,254	826	1,931	4,583
Salaries & wages	1,521	284	192	481	341	512	772	(1,144)	328	1,592	1,548
Income from operations	442	364	499	18,995	4,687	4,588	4,159	5,561	4,906	9,150	23,776
Other income, net	1,092	3,237	-	(265)	(9)	(13)	88	(331)	101	529	387
Net interest income (expense)	(35)	(221)	(25)	-	(60)	(96)	(345)	501	(4)	(30)	122
Income before taxes	1,499	3,380	474	18,730	4,618	4,479	3,902	5,731	5,003	9,649	24,285
Taxes	98	1,057	186	1,220	303	-	-	917	353	815	2,085
Net income before minority interest	1,401	2,323	288	17,510	4,315	4,479	3,902	4,814	4,650	8,834	21,530
Minority interest	(854)	(1,129)	(120)	(7,315)	(1,777)	(1,953)	(1,566)	(2,019)	(1,956)	(1,887)	(7,428)
Net income from cont. oper.	547	1,194	168	10,195	2,538	2,526	2,336	2,795	2,694	6,947	14,102
(Loss) disposal discount oper.	-	-	-	(383)	-	-	(383)	-	-	-	(383)
Net inc. discount oper.	-	-	806	145	42	-	76	27	-	-	103
For. currency translation adj.	136	108	100	570	570	-	-	-	(38)	-	(38)
Net comprehensive income	683	1,302	1,074	10,527	3,150	2,526	2,029	2,822	2,656	6,947	13,784
Diluted EPS, cont. oper.	\$0.04	\$0.07	\$0.01	\$0.47	\$0.12	\$0.11	\$0.10	\$0.13	\$0.13	\$0.29	\$ 0.65
Diluted EPS, total	\$0.03	\$0.07	\$0.05	\$0.46	\$0.12	\$0.11	\$0.09	\$0.13	\$0.13	\$0.29	\$ 0.64
Wtd shares outstanding	19,025	19,685	21,255	21,822	21,945	22,387	22,489	21,000	21,307	24,397	22,298

*Results in Fiscal Year 2007 and Quarters 2, 3 and 4 in Fiscal Year 2009 are as initially reported and include sales contributions and expense allowances from the Company's LEK equipment division.

Source: Company Reports and Crystal Equity Research Estimates

Table IV: Selected Measures - Historical Sales, Expenses and Income (dollars in thousands except per share earnings)

	FY06 4/30/2006	FY07 4/30/2007	FY08 4/30/2008	FY09 4/30/2009	FY1Q09 7/31/2008	FY2Q09 10/31/2008	FY3Q09 1/31/2009	FY4Q09 4/30/2009	FY1Q10 7/31/2009	FY2Q10 10/31/2009	TTM 10/31/2009
Sales	13,096	19,006	23,381	40,938	10,666	11,310	9,989	8,973	12,745	24,483	56,190
Income from operations	442	364	499	18,995	4,687	4,588	4,159	5,561	4,906	9,150	23,776
Net income from cont. oper.	547	1,194	168	10,195	2,538	2,526	2,336	2,795	2,694	6,947	14,102
Net comprehensive income	683	1,302	1,074	10,527	3,150	2,526	2,029	2,822	2,656	6,947	13,784
Diluted EPS, cont. oper.	\$0.04	\$0.07	\$0.01	\$0.47	\$0.12	\$0.11	\$0.10	\$0.13	\$0.13	\$0.29	\$ 0.65
Diluted EPS, total	\$0.03	\$0.07	\$0.05	\$0.46	\$0.12	\$0.11	\$0.09	\$0.13	\$0.13	\$0.29	\$ 0.64
Wtd shares outstanding	19,025	19,685	21,255	21,822	21,945	22,387	22,489	21,000	21,307	24,397	22,298
Sales growth, yr/yr		45.1%	23.0%	75.1%							91.9%
Net income growth, yr/yr		65.8%	-87.6%	5979.9%							155.4%
EPS growth, yr/yr		120.5%	-23.6%	803.0%							190.2%
Gross margin	29.4%	20.5%	5.9%	56.2%	53.8%	55.0%	56.7%	59.7%	47.5%	51.8%	53.0%
Operating margin	3.4%	1.9%	2.1%	46.4%	43.9%	40.6%	41.6%	62.0%	38.5%	37.4%	42.3%
Net margin	10.7%	12.2%	1.2%	42.8%	40.5%	39.6%	39.1%	53.6%	36.5%	36.1%	38.3%
Direct costs as a % of sales	70.6%	79.5%	94.1%	43.8%	46.2%	45.0%	43.3%	40.3%	52.5%	48.2%	47.0%
SG&A as a % of sales	14.4%	17.1%	3.0%	8.6%	6.7%	9.9%	7.4%	10.5%	6.5%	7.9%	7.9%

*Results in Fiscal Year 2007 and Quarters 2, 3 and 4 in Fiscal Year 2009 are as initially reported and include sales contributions and expense allowances from the Company's LEK equipment division.

Source: Company Reports and Crystal Equity Research Estimates

Table V: Historic Cash Flows (dollars in thousands)

	FY06	FY07	FY08	FY09	FY1H09
Cash flows from operations					
Net income	547	1,194	168	10,195	13,485
Minority interest	854	1,129	120	7,315	-
Depreciation & amortization	201	203	16	482	526
Deferred compensation amortization	21	41	42	42	19
Amortization of service costs	-	-	-	-	688
Gain on reduction in debt	-	-	-	-	(529)
Deferred tax assets	-	-	-	-	1
Loss from discontinued operation	-	-	806	(237)	-
Issuance of common stock	-	-	106	1,310	-
Inventory provision	(719)	(37)	-	-	-
Bad debt provision	407	(38)	-	-	-
Working capital changes	(3,426)	(3,020)	92	(13,632)	(2,255)
Net cash provided by discount. ops.	-	-	(2,341)	12,100	-
Net cash provided by operations	(2,115)	(528)	(991)	17,575	11,935
Cash flows from investing activities					
Capital expenditures	-	-	-	(2,085)	(1,682)
Acquisition of property and equipment	-	-	-	(7,821)	(307)
Purchases, intangible assets, construction	-	-	-	(2,507)	(7,976)
Sale of assets	694	120	853	(2,452)	-
Other investments	-	301	(43)	(1,405)	(264)
Net cash used for investing by discount. ops.	-	-	22	3,666	-
Net cash used by investing activities	694	421	832	(12,604)	(10,229)
Cash flows from financing activities					
Proceeds (payments) on line of credit	468	(605)	-	-	-
Payment of debt	-	-	-	-	(625)
Payment to shareholder	-	-	-	-	(911)
Loan to associates	-	-	-	-	(183)
Proceeds from issuance of equity	70	382	246	834	5,544
Other	-	-	481	50	750
Net cash financing activities, discount. ops.	-	-	351	(2,274)	-
Net cash from financing activities	538	(223)	1,078	(1,390)	4,575
Foreign currency translation	147	(28)	(31)	570	(34)
Cash and equivalents, beginning of the year	1,979	1,243	60	948	5,099
Cash and equivalents, end of the year	1,243	885	948	5,099	11,346
Selected Measures:					
Free cash flow	(2,115)	(528)	1,350	3,390	10,253
Conversion ratio (CFO to sales)	-16.1%	-2.8%	5.8%	13.4%	32.1%

Source: Company Reports and Crystal Equity Research Estimates

CRYSTAL EQUITY RESEARCH, LLC

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ANALYST

Debra Fiakas, CFA is a seasoned, credentialed investment professional with a diversified and successful track record as a research analyst and as an investment banker. Her decade-plus career includes solid experience in all aspects of the equity capital markets with particular emphasis on emerging growth companies operating in the technology sectors. Ms. Fiakas is also the principal member of Crystal Equity Research, LLC.

ANALYST CERTIFICATION

The analyst who is primarily responsible for this research and whose name is listed first under Analysts above certifies that: 1) all of the views expressed in this research accurately reflect his or her professional views about any and all of the subject securities or issuers, and 2) no part of any of the analyst's compensation was, is or will be directly or indirectly related to the specific rating expressed by analyst in this research.

CER REPORT RESEARCH UNIVERSE*

Speculative Buy	4	80%	Unproved business model; catalysts exist to generate higher returns
Accumulate	1	20%	Long-term return potential above 10%; near-term catalysts may not exist
Hold	0	0%	Total return potential below 10%; an acceptable long-term holding
Sell	0	0%	Potential return greater than negative 10%; take profits or stem losses
Not Rated	0	0%	No rating
Total	5	100%	

*Research universe categorized by rating only; Crystal Equity Research provides no investment banking services.

HISTORICAL RECOMMENDATIONS AND TARGET PRICE: L & L Energy / LLEN

<u>Report</u>	<u>Date</u>	<u>Price</u>	<u>Rating</u>	<u>Target Price</u>
Initial	2/10/09	\$1.05	Not Rated	None
Update	3/27/09	\$1.00	Not Rated	None
Update	5/26/09	\$2.10	Not Rated	None
Update	8/17/09	\$5.20	Not Rated	None
Update	9/16/09	\$4.45	Speculative Buy	\$5.75
Update	11/23/09	\$4.98	Speculative Buy	\$7.25
Update	12/24/09	\$6.38	Speculative Buy	\$7.25
Update	2/2/10	\$6.45	Speculative Buy	\$14.00

DISCLOSURES

<u>Name</u>	<u>Symbol: Exchange</u>	<u>Disclosures</u>
L & L Energy, Inc.	LLEN: OTC/BB	D*

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- F The securities covered in this report can be optioned.
- G The securities covered in this report can be margined.

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