

ASX ANNOUNCEMENT
SOLCO LIMITED (ASX : SOO)
ABN 27 084 656 691
Re: Continued Profit Growth to 31 December 2008

Solco announces the following un-audited financial key performance indicator outcomes for its operations for the 6 months to 31 December 2008 with comparator performance for the 2 prior periods:

Key Performance Indicator	Relevant 6 month period		
	01/07/08 to 31/12/08 (Note 1)	01/01/08 to 30/06/08 (Note 2)	01/07/07 to 31/12/07 (Note 3)
Revenue	11,433,020	9,543,637	6,965,755
EBITDA	501,173	392,529	(210,111)
EBIT	477,840	359,735	(240,330)
NP	477,840	359,735	(240,330)

Note 1: Un-audited, Note 2: Audited, Note 3: Reviewed

Despite the global economic downturn, demand for photovoltaic (PV) energy products remains strong, underpinned by indicated continuing government support for clean energy solutions to assist in reducing greenhouse gas emissions.

Over the last 6 month period Solco has continued to focus on its core wholesale distribution operations (Choice Electric) as well as to continue to rationalise non core business lines.

Further, to lend additional strength over forthcoming months to assuring timely execution of the Company's strategies, Mr David Richardson has accepted the role of "Director with responsibility for operational and management development".

"These are testing economic times for many companies, and despite Solco's continuing demonstrated growth and profitability, David's depth of relevant experience, and more active engagement with the executive team, will assure Solco is well positioned to continue to drive shareholder value" said Steven Cole, Solco's Chairman.

Mark Norman, Solco's CEO, said "Having worked closely with David in the past, I look forward to both his leadership and his support as we together tackle the opportunities and issues presenting to the Solco group."



Darren Crawte
Company Secretary
 29 January 2009

For personal use only

Appendix 4C

Quarterly report for entities admitted on the basis of commitments

Introduced 31/3/2000. Amended 30/9/2001, 24/10/2005.

Name of entity

SOLCO LTD

ABN

27 084 656 691

Quarter ended ("current quarter")

31 DECEMBER 2008

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (6 months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from customers	7,443	11,983
1.2 Payments for		
(a) staff costs	(480)	(1,098)
(b) advertising and marketing	(23)	(64)
(c) research and development	(1)	(6)
(d) leased assets	(112)	(192)
(e) other working capital	(5,751)	(11,683)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	31	60
1.5 Interest and other costs of finance paid	(12)	(17)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
Net operating cash flows	1,095	(1,017)

+ See chapter 19 for defined terms.

For personal use only

	Current quarter \$A'000	Year to date (6 months) \$A'000
1.8 Net operating cash flows (carried forward)	1,095	(1,017)
Cash flows related to investing activities		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	(2)
(e) other non-current assets	-	-
1.10 Proceeds from disposal of:		
(a) businesses (item 5)	-	-
(b) equity investments	-	-
(c) intellectual property	-	-
(d) physical non-current assets	-	-
(e) other non-current assets	-	-
1.11 Loans to other entities	-	-
1.12 Loans repaid by other entities	-	-
1.13 Other (provide details if material)	-	-
Net investing cash flows	-	(2)
1.14 Total operating and investing cash flows	1,095	(1,019)
Cash flows related to financing activities		
1.15 Proceeds from issues of shares, options, etc.	-	-
1.16 Proceeds from sale of forfeited shares	-	-
1.17 Proceeds from borrowings	-	-
1.18 Repayment of borrowings	(4)	(8)
1.19 Dividends paid	-	-
1.20 Other	-	-
Net financing cash flows	(4)	(8)
Net increase/ (decrease) in cash held	1,091	(1,027)
1.21 Cash at beginning of quarter/year to date	1,364	3,482
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 Cash at end of quarter	2,455	2,455

Appendix 4C
Quarterly report for entities
admitted on the basis of commitments

Payments to directors of the entity and associates of the directors

Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.24	Aggregate amount of payments to the parties included in item 1.2	83
1.25	Aggregate amount of loans to the parties included in item 1.11	-

1.26 Explanation necessary for an understanding of the transactions

Directors Fees & Salaries.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

N/A

2.2 Details of outlays made by other entities to establish or increase their share in businesses in which the reporting entity has an interest

N/A

Financing facilities available

Add notes as necessary for an understanding of the position. (See AASB 1026 paragraph 12.2).

		Amount available \$A'000	Amount used \$A'000
3.1	Loan facilities	2,000	-
3.2	Credit standby arrangements	-	-

+ See chapter 19 for defined terms.

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	Current quarter \$A'000	Previous quarter \$A'000
4.1 Cash on hand and at bank	2,417	1,326
4.2 Deposits at call	38	38
4.3 Bank overdraft	-	-
4.4 Other (Term Deposit)	-	-
Total: cash at end of quarter (item 1.23)	2,455	1,364

Acquisitions and disposals of business entities

	Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1 Name of entity	-	-
5.2 Place of incorporation or registration	-	-
5.3 Consideration for acquisition or disposal	-	-
5.4 Total net assets	-	-
5.5 Nature of business	-	-

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 29th January 2009
(Company Secretary)

Print name: Darren Crawte