

ASX Announcements Platform
Solco Ltd (ASX: SOO)
ABN 27 084 656 691
PROFIT GUIDANCE

Solco is pleased to provide preliminary profit guidance for the half year to 31 December 2009. This guidance is subject to review by the Company's auditors.

	6m ended 31/12/09 (expected) \$000	12m to 30/06/09 (audited) \$000	6m ended 31/12/08 (reviewed) \$000
Turnover	14,500 -15,500	27,779	11,420
NPAT	1,500-1,700	1,791	475

Following a maiden dividend for the 2009 financial year, Solco's net profit performance has shown a continued growth curve since the corporate turnaround lead by David Richardson, the company's Executive Chairman. This commenced during 2006/2007 after the Company posted a record loss of shareholder funds of \$5.89 million in 2005/2006.

"The provisional indications for the half year are a very satisfying outcome given the uncertainty in the renewable energy sector at the moment, and a credit to the whole Solco/Choice Electric team" said Managing Director, Mark Norman.

Solco expects the next six months to provide a number of different challenges as increased demand and cheaper product come to market.

"We have been lucky to maintain our volumes to date this year, but there has been significant pressure on gross profit margins which we expect to continue over the second half of the financial year." said Mark Norman

About Solco

Solco's main operations are in the wholesale and distribution of solar power, small wind and pumping solutions around Australia and overseas, supplying a combination of imported and locally-sourced products. We cater for corporate and government clients directly, and residential customers through our distribution network. Our brands include GridPower™, Solco Choice Electric, Solar Energy Systems, Sun Mill™, Remote Power, Solartech Genius™ and Solco Manufacturing Systems.

For further information about this announcement please contact Mark Norman on 08 9334 8100

SOLCO LTD
ABN 27 084 656 691
126 Sheffield Road, Welshpool, WA 6106 P.O. Box 37, Welshpool, Western Australia 6986
Office: 61-8-9334 8108 Freecall 1800 454 161 Fax: 61-8-9334 8199 Web: www.solco.com.au

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