

**30 April 2015**

Market Announcements Platform  
ASX Limited Exchange Centre  
20 Bridge Street  
Sydney NSW 2000

### **Quarterly cash flow statement**

Independent clean tech retailer Solco Limited (ACN 084 656 691) (**Solco**) released today its Appendix 4C cash flow statement for the nine months ended 31 March 2015. The Appendix 4C for the March quarter is the first statement provided since the acquisition of the GO Group completed on 23 February 2015.

The statement includes the activities of GO Group for the current quarter and in the year to date figures. As the acquisition is considered to be a reverse takeover under accounting standards, the figures in the cash flow statement reflect the Go Group's activities and bear no direct relationship to the Appendix 4C releases made by Solco prior to the acquisition.

Net operating cash outflows were \$2.1 million for the quarter and year to date, however \$1.3 million of this outflow in the last quarter relates to the structure of the acquisition of the GO Group acquisition as explained below.

The GO Group acquisition comprised the purchase of a number of companies and the right to operate several businesses. In the case of the acquisition of businesses, no working capital was acquired to ensure that any legacy inventory and debtors remained with the vendors. However, as a consequence there has been a one off cash outflow of \$1.3 million to rebuild inventory in the March quarter.

Excluding the rebuilding of inventory (\$1.3 million) the quarterly operating cash outflow for the March quarter was \$0.8 million on customer receipts of \$13 million.

Total investing cash outflows of \$1.4m comprised the once off payment of \$1.9 million for the acquisition of the GO Group, and \$0.9 million for expenditure on systems and equipment. These outflows were partially offset by the receipt of \$1.8 million cash held by Solco Limited as at 23 February 2015.

Financing inflows of \$4.2 million included equity of \$3.0 million raised under the recent prospectus issue, along with debt funding of \$1.1 million associated with the group's renewable energy certificates business.

In the absence of once off cash flow items associated with the acquisition of the Go Group, Solco incurred total operating and investment cash outflows of \$3.4 million, resulting in cash at bank at 31 March 2015 of \$1,248,000.



As announced to the ASX today, Solco's intention, subject to receipt of relief from the Federal Court in early June 2015, is to raise up to a further \$1,000,000 before re-listing on the ASX through the issue of the remaining 52.1 million shortfall shares under its prospectus dated 25 November 2014 at an issue price of \$0.02 each.

### **About Solco**

Solco Limited (ASX: SOO) is an independent, ASX-listed clean tech energy retailer and financier. Holding energy retail licenses in New South Wales, Victoria and Queensland, Solco provides business customers with an innovative approach to reduce energy costs through a combination of solar power purchase agreements, energy efficiency products and grid energy solutions.

For further information please contact:

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# Appendix 4C

## Quarterly report for entities admitted on the basis of commitments

Introduced 31/03/00 Amended 30/09/01, 24/10/05, 17/12/10

Name of entity

SOLCO LIMITED

ABN

27 084 656 691

Quarter ended ("current quarter")

31 March 2015

### Consolidated statement of cash flows

Cash flows related to operating activities	Current quarter (3 months) \$A'000	Year to date (9 months) \$A'000
1.1 Receipts from customers	13,054	53,908
1.2 Payments for		
(a) staff costs	(823)	(3,007)
(b) advertising and marketing	(81)	(367)
(c) research and development		-
(d) leased assets	(67)	(133)
(e) other working capital	(14,132)	(52,313)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	-	-
1.5 Interest and other costs of finance paid	(25)	(200)
1.6 Income taxes paid	-	-
1.7 Other (provide details if material)	-	-
<b>Net operating cash flows</b>	<b>(2,074)</b>	<b>(2,112)</b>

+ See chapter 19 for defined terms.

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

	Current quarter (3 months) \$A'000	Year to date (9 months) \$A'000
1.8 Net operating cash flows (carried forward)	<b>(2,074)</b>	<b>(2,112)</b>
<b>Cash flows related to investing activities</b>		
1.9 Payment for acquisition of:		
(a) businesses (item 5)	(1,920)	(1,920)
(b) equity investments		
(c) intellectual property		
(d) physical non-current assets	(395)	(523)
(e) other non-current assets	(533)	(769)
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)		
- Proceeds from the acquisition of subsidiary	1,829	1,829
- Restricted cash	(376)	(376)
<b>Net investing cash flows</b>	<b>(1,395)</b>	<b>(1,759)</b>
<b>Total operating and investing cash flows</b>		
1.14	<b>(3,469)</b>	<b>(3,871)</b>
<b>Cash flows related to financing activities</b>		
1.15 Proceeds from issues of shares, options	3,000	3,000
1.16 Proceeds from sale of forfeited shares		
1.17 Proceeds from borrowings – related party	202	860
Proceeds from borrowings - other	1,175	1,175
1.18 Repayment of borrowings	(86)	(136)
1.19 Dividends paid		
1.20 Other (provide details if material)		
<b>Net financing cash flows</b>	<b>4,291</b>	<b>4,899</b>
<b>Net increase (decrease) in cash held</b>	<b>822</b>	<b>1,028</b>
1.21 Cash at beginning of quarter/year to date	426	220
1.22 Exchange rate adjustments to item 1.20	-	-
1.23 <b>Cash at end of quarter</b>	<b>1,248</b>	<b>1,248</b>

+ See chapter 19 for defined terms.

## **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	17
1.25	Aggregate amount of loans to the parties included in item 1.11	

1.26 Explanation necessary for an understanding of the transactions

Amounts paid to Directors of Solco Limited only relates to the period from 23 February 2015 upon the acquisition of the GO energy businesses. Excludes salary paid to CEO.

## **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

Nil

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

Nil

## **Financing facilities available**

*Add notes as necessary for an understanding of the position.*

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	5,000	1,175
3.2 Credit standby arrangements	250	220

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+ 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	1,248	426
4.2	Deposits at call		
4.3	Bank overdraft		
4.4	Other (provide details)		
<b>Total: cash at end of quarter</b> (item 1.23)		1,248	426
Cash at end of quarter excludes cash held on deposit of \$376,000 held as security for bank guarantees issued.			

## Acquisitions and disposals of business entities

		Acquisitions (Item 1.9(a))	Disposals (Item 1.10(a))
5.1	Name of entity	GO group of companies and businesses	-
5.2	Place of incorporation or registration	Sydney, Australia	-
5.3	Consideration for acquisition or disposal	627,606,378 ordinary shares Plus \$2,196,759	-
5.4	Total net assets	\$3,063,000	-
5.5	Nature of business	Environmental certificates aggregation, solar systems retail and installation, energy retail	-

## 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: 30 April 2015  
 Company secretary

Print name: Henko Vos