

7 July 2015

The Directors
Solco Limited
Level 6, 221 Miller Street
North Sydney NSW 2060

Dear Sirs

Solar generation units (previously described as “Power Purchase Grants”)

I refer to the historical and pro forma historical financial information contained in the second supplementary prospectus lodged by Solco Limited with ASIC on 4 June 2015.

I advise that based on the documentation provided by the company, as well as discussions with management, the asset described as “Solar generation units” (previously described as “Power Purchase Grants”), as disclosed in the reviewed pro forma balance sheet, comprise equipment that has been installed on customer premises and generates electricity for their usage under a “power purchase agreement”. Solar generation units are initially recognised at cost and, where subject to lease finance arrangements, are treated in accordance with AASB 117 as sales and lease transactions. Based on these circumstances the balances classified as “Solar generation units” are considered to be tangible assets.

I consent to this letter being released to ASX.

Yours faithfully



JOHN HAYDON
Partner