

Results January – June 2008

28th August 2008

Solaria

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January - June 2008 results

27% EBITDA margin in January – June 2008

Net profit +224% and sales +253% in January – June 2008

Working capital virtually unchanged since 30th March 2008

Investments in fixed assets in excess of € 30 mill as capex programme is executed in adding new PV module capacity (Puertollano, Fuenmayor) and new solar cell factory (Puertollano). Production in both factories to start in early September 2008

January - June 2008 results

Sales +253% in H1 2008 vs H1 2007

		H1 2008 (*)	H1 2007 (**)	FY-07	H1 2008 vs H1 2007
Sales. PV Modules	€ 000s	111,555	43,560	132,385	156%
Sales. Turnkey	€ 000s	97,205	6,211	77,562	1465%
Sales. Thermal pannels	€ 000s	42	140	142	n/a
	sq.m.	247	712	722	
Adjustments	€ 000s	-48,988	-4,679	-23,880	n/a
Total sales	€ 000s	159,814	45,232	186,209	253%
	MW	30.0	2.4	38.3	1150%

After June 2008, sales mix is to change as Turnkey sales increase as % of total sales reflecting the completion of plants before the end of September 2008

(*) Unaudited figures.
H1 2008 consolidated data is fully comprable with parent company figures due to negligible impact of WOS
"Solar Cell" division has been integrated in "PV Modules" division

January - June 2008 results

EBITDA+233% in H1 2008 vs H1 2007

		H1 2008 (*)	H1 2007 (*)	FY-07	H1 2008 vs H1 2007
PV Modules	EBITDA € 000s	21,895	11,470	26,976	91%
	% sales	19.6%	26.3%	20.4%	
Turnkey	EBITDA € 000s	21,779	1,484	44,820	1368%
	% sales	22.4%	23.9%	57.8%	
Thermal pannels	EBITDA € 000s	-286	83	-100	n/a
	% sales	n/r	59.3%	n/r	
Total EBITDA	EBITDA € 000s	43,387	13,037	71,695	233%
	% sales	27%	29%	39%	

EBITDA margin in PV Modules division stabilised around 20% in spite of rate of utilisation below targets. Lower EBITDA margins in Turnkey is cyclical and is to improve in the final phase of construction (Q3 2008)

(*) Unaudited figures.
H1 2008 consolidated data is fully comprable with parent company figures due to negligible impact of WOS
"Solar Cell" division has been integrated in "PV Modules" division

January - June 2008 results

Net profit +224% H1 2008 vs H1 2007

	H1 2008 (*)					H1 2007 (*)					FY-2007					H1 2008 vs H1 2007
€ 000s	PV	Th	T/Key	Adjust	Total	PV	Th	T/Key	Adjust	Total	PV	Th	T/Key	Adjust	Total	Total
Net sales	111,555	42	97,205	-48,988	159,814	43,560	140	6,211	-4,679	45,232	132,385	142	77,562	-23,880	186,209	253%
Other income	264	0	0		264	8	10	0		18	200	19	0		219	1367%
COGS	-89,924	-328	-26,438		-116,690	-32,097	-67	-48		-32,212	-105,609	-261	-8,862		-114,732	262%
Adjustments			-48,988					-4,679					-23,880			
EBITDA	21,895	-286	21,779		43,387	11,471	83	1,484		13,037	26,976	-100	44,820		71,695	233%
Depreciation	-755	-5	-30	0	-790	-166	-19	-1		-186	-563	-54	0	0	-617	325%
EBIT	21,139	-291	21,748	0	42,596	11,305	64	1,483		12,852	26,413	-154	44,820	0	71,078	231%
Financial income					3,474					309					4,421	1024%
Financial expenses					-7,247					-669					-3,948	983%
ORDINARY PROFIT					38,824					12,492					71,552	211%
Pre-tax profit					38,824					12,492					71,552	211%
Taxes					-11,650					-4,095					-23,151	184%
NET PROFIT					27,173					8,396					48,400	224%

PV: Photovoltaic Modules. Th: Thermal pannels. T/Key: Turnkey projects. Adjust: Internal sales between divisions

Financial data under IRFS

(*) Unaudited figures.
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January - June 2008 results

€ 000s	Jun 08 (*)	Mar 08 (*)	Dec 07	Sep 07 (*)	Jun 07 (*)	Mar 07 (**)
Fixed assets:						
- Net tangible fixed assets	64,971	55,972	32,743	22,311	16,559	11,044
- Intangibles	246	21	17	18	19	11
- Financial investments	34	34	34	33	24	23
Deferred expenses	7,869	7,201	5,689	3,264	35	17
Current assets:						
- Debtors	174,248	139,976	178,002	88,238	36,013	17,191
- Stocks and Other	22,470	17,974	35,336	27,832	24,294	22,099
- Cash	179,108	201,554	153,163	179,250	218,803	4,572
TOTAL ASSETS	**448,945**	**422,732**	**404,984**	**320,946**	**295,747**	**54,957**
Shareholder's funds	275,090	265,669	261,196	240,818	223,877	6,887
Deferred income	6,053	6,251	6,041	5,617	5,168	5,099
Long term debt	30,765	31,051	14,581	15,181	15,173	9,171
Current liabilities:						
- Short term debt	61,117	46,701	43,916	17,942	21,811	15,126
- Creditors	37,670	33,589	55,895	30,188	22,725	14,311
- Other	38,250	39,471	23,355	11,200	6,993	4,363
TOTAL LIABILITIES & NET WORTH	**448,945**	**422,732**	**404,984**	**320,946**	**295,747**	**54,957**

Financial data under IRFS

(*) Unaudited figures.
H1 2008 consolidated data is fully comprable with parent company figures due to negligible impact of WOS
"Solar Cell" division has been integrated in "PV Modules" division
(**) Condensed Audited Report

Turnkey projects to be completed in Sept '08

Projects in final stage of completion

Project	Capacity	Construction status at 28-Aug
La Rioja	11 MWp	Under development
Murcia	7 MWp	Completed
Extremadura 1	11 MWp	Completed
Extremadura 2	11 MWp	Completed
León	1 MWp	Completed
Puertollano	1 MWp	Completed
TOTAL	**42 MWp**	

Cell supplies contracted for 2008

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Supply of cells is below the amounts contracted

Supplier	Status	Q1	Q2	Q3	Q4	Total
Gintech	Contact signed	9.5	12.0	15.0	13.5	50.0
E Ton	Contact signed	4.9	7.3	12.3	15.5	40.0
Neo Solar Power	Contact signed	1.5	3.0	4.5	6.0	15.0
JA Solar	Contact signed	6.0	9.0	15.0	15.0	45.0
Supplier 1	Spot supply			2.5	2.5	5.0
Supplier 2	Spot supply			2.5	2.5	5.0
Supplier 3	Spot supply			2.5	2.5	5.0
Supplier 4	Spot supply			1.0	3.0	4.0
Internal production	Production starts Sept-08			3.0	8.0	11.0
Cell supply contracted (MW)		**21.9**	**31.3**	**58.3**	**68.5**	**180.0**
Cell supply received (MW)		**19.5**	**11.5**			

Delays in cell supplies have prevented reaching production targets



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