



SOLTEQ PLC'S INTERIM REPORT 1.1.-30.6.2009

- Turnover for the review period decreased by 4,8 % and totalled 14,7 million euros (15,4 million euros)
- Operating result for the period decreased and totalled 225 thousand euros (420 thousand euros)
- Operating result improved during the second quarter and totalled 415 thousand euros (370 thousand euros)
- Termination benefits amounting to 440 thousand euros affected the operating result for the first quarter
- Earnings per share was 0,01 euros (0,01 euros)

KEY FIGURES

Turnover by operation:

%	1-6/09	1-6/08	1-12/08
Softwareservices	63	62	61
Licences	27	22	26
Hardware	10	16	13

Turnover by segment:

Me	1-6/09	1-6/08	Change
Trade	9,7	10,1	-0,4
Industry and services	5,0	5,3	-0,3
Total	14,7	15,4	-0,7

Operating result by segment:

Me	1-6/09	1-6/08	Change
Trade	-0,2	0,5	-0,7
Industry and services	0,4	-0,1	+0,5
Total	0,2	0,4	-0,2

Managing Director Hannu Ahola:

"Our company's result for the second quarter improved clearly compared to the first quarter and was slightly better than a year before. Saving and efficiency measures made in the beginning of the year have started to have an effect and, on the other hand, turnover has come out as expected. The order backlog strengthened especially during the last part of the review period clearly, which anticipates improved operating result and meeting the profitability targets set for the whole year.

**BUSINESS ENVIRONMENT AND BUSINESS DEVELOPMENT**

Solteq is a strategic partner for trade and industry, whose core competency is IT solutions that are critical to business. Solteq combines its own product portfolio with the products from the leading software companies in the world to deliver individual business development and ERP solutions for its customers. The information that is processed by means of these solutions is helping customers to manage their business even better than before and to improve their profitability.

Solteq's operations are internally divided into five separate units. The result is monitored through two operating segments. The segment Trade consists of Trade and Car Trade units. Industry and services segment consists of Industry and Information Management units. Application services is company's internal service unit. OOO Solteq Russia operates as an independent subsidiary which with the assistance of the parent company's organization serves customers operating in Russia. The number data of OOO Solteq Russia is reported according to the operating segment of the end customer.

The company's turnover decreased during the second quarter by 12,3 percent while during the first quarter it still increased by 4,6 percent. This decrease had been anticipated and was mainly due to decrease in hardware sales compared to the year before when the hardware sales were at an exceptionally high level. No changes are expected to the turnover trend announced earlier, i.e. turnover is expected to decrease by 0-5 percent.

The company's operating result for the review period decreased and totalled 225 thousand euros (420 thousand euros) but improved during the second quarter totalling 415 thousand euros (370 thousand euros) which is 5,5 percent of the turnover. The improved result clearly reflects the effect of different efficiency and cost saving measures made in the beginning of the year as well as the anticipated turnover trend. As the operating result for the review period is burdened by the one-off termination benefit costs in the amount of 440 thousand euros, the comparable operative business is more profitable during this review period than a year before.

The order backlog had a favourable trend especially towards the end of the review period and several significant new orders came in. Due to the overall economic situation, there are still uncertainties regarding the business development for the rest of the year but these are clearly smaller than the ones in the beginning of the year.

**TRADE****Business environment - Trade**

Solteq's Trade unit has had no significant changes compared to the first quarter. Customers' decision making processes take longer than usual and starting projects is considered carefully. There are however several long-term investments and system development projects pending which wholesale and chain stores use in aiming to be prepared for the uptrend to be followed after the recession.

There is demand especially for solutions relating to improve efficiency of operations and optimisation. Wholesale and chain stores seek to make their delivery chain more efficient in e.g. procurement, inventory management and transportation monitoring. In addition, a little over one-year transition period to SEPA and PCI standards challenges both speciality shops, wholesale and chain stores to be prepared for the changes in cash register and payment systems. Just like the first quarter, recession had most significant impact on individual stores which concentrated mainly on updating versions of the old systems.

Trade unit customers pay special attention to the investment's expected yield and repayment time. Projects with most efficiency and cost gains are transferred to the top of the list. Larger projects are often divided into several phases and smaller modules. Reliability of the supplier partner in this market situation is emphasized even more and the partner being a domestic operator is being valued more than before. These requirements give Solteq strong ground to increase its clientele.

Business environment - Car Trade

The economic situation prospects of Car Trade were weak as in the beginning of the year and the number of first registrations of cars continued to diminish. During January - June approximately 52 000 new cars were registered which is 41 percent less than during the same period in 2008. This radical decrease has a direct effect on car dealers' IT investments. Solteq anticipates that extensive IT system renewals will only start after the economic prospects become clear.

The most significant change in the business environment was the renewal of car tax. The law which came into force on 1.4.2009 changed in such a way that value added tax on car tax was abandoned and respectively the car tax was increased. The renewal caused need for changes in car dealers' IT systems and their interfaces.

Business development - Trade

Despite the recession, the business operations of the Trade unit have developed almost in accordance with the plans. During the review period Solteq focused especially on developing quality and project management systems as well as competence certifications and training. These



efforts for their part have helped Solteq to strengthen its position in the markets.

During the second quarter, the demand of customers in wholesale and chain stores focused especially on comprehensive solutions to improve delivery chain efficiency. In addition both speciality stores as well as chain and wholesale stores develop their systems to fulfil the requirements of SEPA and PCI standards. Trade customers require more information on the requirements set by these standards which increases the demand for consultancy services. Solteq made an information campaign during the review period which introduced the effects of SEPA and PCI standards to the customers.

In store systems the project backlog has remained stable. New investments are made in new stores and old systems are renewed when required.

One of the most significant new contracts is the renewal of the ERP system for Tuko Logistics, which will improve the overall controllability and manageability of the customer's work. The contract was signed in June 2009 and the project will begin during the third quarter of the year.

Business development - Car Trade

During the review period, the demand for Car Trade unit's services concentrated on development of customers' existing systems. The emphasis of system development focused on changes required by the car tax legislation. During the second quarter, invoicing and financial management features were included in the systems.

In this challenging market situation Solteq has made an effort in active customer service and developing own product range in order to be even more competitive when the investments are started again.

INDUSTRY

Business environment - Industry

The business environment of Solteq's Industry unit remained uncertain as in the beginning of the year. The order backlogs of large and middle-sized industrial companies have decreased and companies have continued their cost saving measures. Cost savings and precaution are evident also in the companies that are planning on IT investments, which has pushed their actual investments or decision-making on them further.

Cautiousness has clearly spread from large companies to the middle-sized companies during the review period. This could be seen especially in export companies which have discontinued or postponed their investment plans. Although the cautiousness in the operating



environment has increased, there is still demand for solutions which can improve efficiency or bring cost savings in a short period of time.

Demand for systems in maintenance and material handling was weak in large companies. Also middle-sized companies' willingness to invest in maintenance systems decreased compared to the first quarter of the year.

Service operations for ERP investment projects developed as expected. Regarding new sales, the focus is on middle-sized companies which seek cost savings through the renewal of their ERP.

Business environment - Information Management

Solteq's Information Management business unit offers harmonization and management of master data to its customers. The objective for harmonization is to improve quality of the data that is recorded in the IT systems. Managing by information in integrated systems is enabled for customers by the means of master data management.

During the review period, the customers' decision making processes slowed down slightly, although also new projects were started. Despite the prolonged decision-making the companies are still interested in harmonization solutions which improve the efficiency of present systems and gain cost savings. Projects seek solutions to carefully defined individual needs.

The customers of Information Management unit consisted mainly of industrial companies. Solteq foresees that public sector customers are a growing customer group in the future. Solteq believes that companies will continue their investments in information management also during the economically tight period because clear cost savings with a short payback period are achieved by the means of harmonization.

Business development - Industry

Sales of ERP systems in Solteq's Industry unit were in accordance with the budget. Demand for maintenance systems continued to be weak but certain signs of recovering demand can be seen towards the end of the year.

Of the individual projects, the most significant was the SAP renewal of Helsinki University which continued as planned. SAP implementation in Componenta Plc Group's Dutch office was successful. New Microsoft Dynamics NAV deliveries were made for Nekos Oy among other customers. Of maintenance system customers, a new solution for field maintenance operations was delivered to STX Finland.

Solteq's subsidiary acting in St Petersburg, OOO Solteq Russia, is launching a new maintenance project during the third quarter. Also at the same time co-operation with two new partner companies is beginning. Solteq is also preparing to allocate more human resources to the Russian operations.



In product development, efforts continued to develop a software solution for operative property management together with Microsoft. First pilot projects were successfully executed during the review period and at least one of these is leading to a further project for the third quarter. Also a first product version of this software is finalised during the third quarter in accordance with the schedule.

Business development - Information Management

Information Management unit started a harmonization project of Outokumpu Tubular's sales items in mid-June which will continue until the end of September. Two other projects have been agreed to be started in the third quarter of the year and thus the demand can be seen to recover in this business area as well.

TURNOVER AND RESULT

Turnover decreased by 4,8% compared to the previous year and totalled 14.704 thousand euros (previous financial year 15.439 thousand euros).

Turnover consists of several individual customerships. At the most, one client corresponds to a less than five percentages of the turnover.

The operating result for the review period was 225 thousand euros (420 thousand euros), result before taxes was 157 thousand euros (262 thousand euros) and profit for the period 95 thousand euros (181 thousand euros).

Operating result is burdened by termination benefits in the amount of 440 thousand euros.

BALANCE SHEET AND FINANCING

The total assets amounted to 22.218 thousand euros (22.072 thousand euros). Liquid assets totalled 319 thousand euros (258 thousand euros).

The company's interest-bearing liabilities were 6.737 thousand euros (6.360 thousand euros).

The company's equity ratio was 41,1 percent (41,5%).

INVESTMENTS, RESEARCH AND DEVELOPMENT

Gross investments during the review period were 485 thousand euros (565 thousand euros).

Research and development

Solteq's research and development costs consist mainly of personnel



costs. When developing basic products, it is Solteq's strategy to cooperate with global actors such as SAP, Wincor-Nixdorf and Microsoft and utilize their resources and distribution channels. Own development efforts are focused on added value products and developing tailored service concepts.

During the review period development costs capitalized under IFRS totalled 285 thousand euros (273 thousand euros). Most costs relating to development are annually expensed due to their nature. Capitalised costs relate to two development projects. Amortisation according to plan will begin when the projects have been commercially implemented.

PERSONNEL

The number of permanent employees at the end of the review period was 245 (271). Average number of personnel during the review period was 253 (262). At the end of the review period the number of personnel could be divided as follows: Trade 122, Industry and Services 96 and Shared Functions 27.

RELATED PARTY TRANSACTIONS

Solteq's related parties include Solteq's board of directors, managing director and the Group's management team. There have been no significant changes in the company's related party transactions since the financial statements 2008.

SHARES, SHAREHOLDERS AND TREASURY SHARES

Solteq Plc's equity on 30.6.2009 was 1.009.154,17 euros which was represented by 12.148.429 shares. The shares have no nominal value.

In the end of the review period the amount of treasury shares in Solteq Plc's possession was 258.436 shares. The amount of treasury shares represented 2,13 % from the total amount of shares and votes in the end of the review period. The equivalent value of acquired shares was 21.468 euros.

Exchange and rate

During the review period, the exchange of Solteq's shares in the Helsinki Stock Exchange was 0,2 million shares (0,3 million shares) and 0,3 million euros (0,5 million euros). Highest rate during the review period was 1,39 euros and lowest rate 1,02 euros. Weighted average rate of the share was 1,21 euros and end rate 1,25 euros. The market value of the company's shares at the end of the review period totalled 15,2 million euros (17,3 million euros).



Ownership

At the end of the review period, Solteq had a total of 1.984 shareholders (2.061 shareholders). Solteq's 10 largest shareholders owned 8.190 thousand shares i.e. they owned 67,4 per cent of the company's shares and votes. Solteq Plc's members of the board owned a total of 5.189 thousand shares which equals 42,7 per cent of the company's shares and votes.

ANNUAL GENERAL MEETING

Solteq Plc's annual general meeting on 27.3.2009 adopted the financial statements for 2008 and the members of the board and the managing director were discharged from liability for the financial year 2008.

The annual general meeting decided in accordance with the board's proposal to distribute a dividend in the amount of 0,04 euros per share. The reconciliation date for the dividend was 1.4.2009 and payment date 8.4.2009.

The annual general meeting decided to authorize the board of directors to decide on acquiring the company's own shares so that the amount in the possession of the company does not exceed 10 percent of the company's total shares at that moment. The shares can be acquired in order to develop the company's capital structure, finance and execute acquisitions or similar arrangements or used as part of the incentive scheme of the personnel or convey otherwise or be invalidated. The shares can be acquired in other proportion than the shareholders' holdings. The shares are to be acquired through public trading. The authorization is valid until the next annual general meeting.

BOARD OF DIRECTORS AND AUDITORS

Six members were elected to the board of directors. Seppo Aalto, Ari Heiniö, Veli-Pekka Jokiniiva, Ali Saadetdin, Jukka Sonninen and Markku Pietilä will continue as members of the board. The board elected Ali Saadetdin to act as the chairman of the board.

KPMG Oy Ab, Authorized Public Accountants, were re-elected as Solteq's auditors. Frans Kärki, APA, acts as the lead partner.

EVENTS AFTER THE REVIEW PERIOD

After the review period no events have occurred that require reporting.

RISKS AND UNCERTAINTIES

The key uncertainties and risks in short term are related to the timing and pricing of the business deals that are the basis for the turnover, changes in the level of costs and the company's ability to manage extensive contract agreements and deliveries.



The key business risks and uncertainties of the company are monitored constantly as a part of the board of directors' and management team's work. The company has not organized a separate internal audit organization or committee.

PROSPECTS

In the stock exchange bulletin that was announced 16.2.2009 the Board of Directors of Solteq Plc has estimated that the turnover for 2009 is estimated to decrease by 0-5 percent and that the estimated operating result is 5-7 percent of the turnover. There are no reasons to make changes to this estimate.

Financial Reporting

This interim report has been prepared in accordance with the recognition and measurement principles of IFRS-standards, but not all of the requirements of IAS 34 have been applied in the preparation. Solteq Group has applied the following new and revised standards starting from 1.1.2009: IFRS 8 - Operating Segments and IAS 1 - Presentation of Financial Statements. The change of IFRS 8 has an effect on the segment information in notes and the change of IAS 1 standard has an effect on the presentation of profit and loss statement. In all other respects the same accounting policies as in the annual financial statements 2008 have been applied.

The financial result is reported through two operating segments. The Trade segment includes both the Trade business unit and the Car Trade business unit. The Industry and Information Management units belong to the Industry and Services segment. The Application Services unit forms a part of both operating segments. The segments have been defined based on the operations of company's customer groups. The most essential product and service types of Solteq group of companies are software services, licenses and hardware sales. Implementation of IFRS 8 has not changed the operating segments reported by Solteq Group because the segment information that was reported already earlier was based on the management's internal reporting and that was prepared in accordance with the same recognition and measurement principles as external reporting.

All forecasts and estimates presented in the interim report are based on the current views of the management on the economic environment and outlook. Results can differ from those implied as a result of, among other factors, changes in economy, markets and competitive conditions, changes in the regulatory environment and other government actions.

The interim report is unaudited.



FINANCIAL INFORMATION

GROUP PROFIT AND LOSS ACCOUNT
(TEUR)

	1.4.- 30.6.2009	1.4.- 30.6.2008	1.1.- 30.6.2009	1.1.- 30.6.2008	1.1.- 31.12.2008
NET TURNOVER	7 495	8 544	14 704	15 439	30 383
Other operating income	77	35	78	39	44
Raw materials and services	-2 085	-2 558	-4 003	-4 015	-7 744
Staff expenses	-3 781	-4 095	-8 011	-8 180	-15 583
Depreciation	-177	-184	-350	-359	-718
Other operating expenses	-1 114	-1 372	-2 193	-2 504	-4 922
OPERATING RESULT	415	370	225	420	1 460
Financial income and expenses	-18	-84	-68	-158	-324
PROFIT BEFORE APPROPRIATION AND TAXES	397	286	157	262	1 136
Income taxes	-113	-95	-62	-81	-269
PROFIT FOR THE PERIOD	284	191	95	181	867
Other comprehensive income	0	0	0	0	0
TOTAL COMPREHENSIVE INCOME	284	191	95	181	867
Total profit for the period and comprehensive income attributable to Owners of the parent	284	191	95	181	867

Earnings / share, e(undiluted)	0,03	0,02	0,01	0,01	0,07
Earnings / share, e(diluted)	0,03	0,02	0,01	0,01	0,07

GROUP BALANCE SHEET
(TEUR)

30.6.2009 30.6.2008 31.12.2008

ASSETS

NON-CURRENT ASSETS

Intangible assets

Intangible rights	2 751	2 233	2 417
Goodwill	8 286	8 286	8 286

Tangible assets	2 676	2 742	2 707
-----------------	-------	-------	-------

Investments

Other shares and similar rights of ownership	93	99	93
-------------------------------------------------	----	----	----

Deferred tax
assets

	207	563	268
--	-----	-----	-----

Total non-current assets	14 013	13 923	13 771
-----------------------------	--------	--------	--------

CURRENT ASSETS

Short-term debtors	7 886	7 891	7 567
--------------------	-------	-------	-------

Cash in hand and at banks	319	258	695
---------------------------	-----	-----	-----

Total current assets	8 205	8 149	8 262
-------------------------	-------	-------	-------

TOTAL ASSETS	22 218	22 072	22 033
--------------	--------	--------	--------

EQUITY AND LIABILITIES

CAPITAL AND RESERVES ATTRIBUTABLE TO THE SHAREHOLDERS
OF THE PARENT COMPANY

Share capital	1 009	1 009	1 009
Company's own shares	-337	-14	-255
Share premium account	75	75	75
Unrestricted equity fund	7 214	7 213	7 213
Retained earnings	1 084	693	693
Profit for the financial period	95	181	867
Total equity	9 140	9 157	9 602

LIABILITIES

Non-current liabilities	3 163	2 163	3 663
Current liabilities	9 915	10 752	8 768
Total liabilities	13 078	12 915	12 431

TOTAL EQUITY AND
LIABILITIES

22 218	22 072	22 033
--------	--------	--------

FINANCIAL PERFORMANCE

INDICATORS (IFRS)	1-6/2009	1-6/2008	1-12/2008
Net turnover MEUR	14,7	15,4	30,4
Change in net turnover	-4,8 %	14,2 %	8,8 %
Operating result MEUR	0,2	0,4	1,5
% of turnover	1,5 %	2,7 %	4,8 %
Result before taxes MEUR	0,2	0,3	1,1
% of turnover	1,1 %	1,7 %	3,7 %
Equity ratio, %	41,1	41,5	43,6
Gearing, %	70,2 %	66,6 %	58,5 %
Gross investments in non-current assets MEUR	0,5	0,6	0,9
Return on equity, %	2,1 %	3,8 %	9,0 %
Return on investment, %	3,1 %	5,5 %	9,0 %
Personnel at end of period	245	271	268
Personnel average			



for period	253	262	266
------------	-----	-----	-----

KEY INDICATORS PER SHARE

Earnings / share, e	0,01	0,01	0,07
Earnings / share, e(diluted)	0,01	0,01	0,07
Equity / share, e	0,77	0,75	0,80

QUARTERLY KEY INDICATORS (MEUR)

	3Q/07	4Q/07	1Q/08	2Q/08
Net turnover	5,86	8,55	6,89	8,55
Operating result	0,30	0,54	0,05	0,37
Result before taxes	0,24	0,45	-0,02	0,28

	3Q/08	4Q/08	1Q/09	2Q/09
Net turnover	6,29	8,65	7,21	7,49
Operating result	0,38	0,66	-0,19	0,41
Result before taxes	0,30	0,58	-0,24	0,40

CASH FLOW STATEMENT (MEUR)

	1-6/2009	1-6/2008	1-12/2008
Cash flow from business operations	0,25	1,89	2,94
Cash flow from capital expenditure	-0,49	-0,54	-0,88
Cash flow from financing activities			
Dividend distribution	-0,48	-0,73	-0,73
Own shares	-0,08	-0,01	-0,26
Loan agreement	0,42	-0,69	-0,72
Cash flow from financing activities	-0,14	-1,43	-1,71
Change in cash and cash equivalents	-0,38	-0,09	0,35

TOTAL INVESTMENTS (TEUR)

	1-6/2009	1-6/2008	1-12/2008
Continuing operations, group total	485	565	920



LIABILITIES (MEUR)	30.6.2009	30.6.2008	31.12.2008
Company quorantee for credit limits	1,18	1,18	1,18
Perfomance bonds	0,02	0,05	0,05
Lease contracts, machinery & equipment	0,60	0,62	0,59
Lease liability, premises	2,31	2,71	2,48

The Group has no liabilities from derivative instruments.

MAJOR SHAREHOLDERS 30.6.2009

	Shares and votes	
	Number	%
1. Saadetdin Ali	3 481 383	28,7 %
2. Aalto Seppo	1 662 206	13,7 %
3. Profiz Business Solution Oyj	1 332 925	11,0 %
4. TP-Yhtiöt Oy	513 380	4,2 %
5. Roininen Matti	332 000	2,7 %
6. Solteq Oyj	258 436	2,1 %
7. Hakamäki Jorma	228 430	1,9 %
8. Saadetdin Katiye	156 600	1,3 %
9. Kiiveri Jouko	118 280	1,0 %
10. Halmet Jarmo	106 000	0,9 %
10 largest shareholders total	8 189 640	67,4 %
Total of nominee-registered	85 026	0,7 %
Others	3 873 763	31,9 %
Total	12 148 429	100,0 %

STATEMENT OF CHANGES IN GROUP EQUITY (TEUR)

A=Share capital

B=Share issue

C=Company's own shares

D=Share premium account

E=Unrestricted equity fund

F=Retained earnings

G=Total

	A	B	C	D	E	F	G
EQUITY 1.1.2008	1 002	64	0	18	7 213	1 422	9 719
Result for the period						181	181
Total gains and losses						181	181
Subscription issue	7	-64		57			0
Acquiring of own shares			-14				-14
dividend distribution						-728	-728
EQUITY 30.6.2008	1 009	0	-14	75	7 213	874	9 157
EQUITY 1.1.2009	1 009	0	-255	75	7 213	1 560	9 602
Result for the period						95	95
Total gains and losses						95	95
Acquiring of own shares			-82				-82
dividend distribution						-475	-475
EQUITY 30.6.2009	1 009	0	-337	75	7 213	1 180	9 140

Taxes corresponding to the result have been presented as taxes for the period.

 CALCULATION OF FINANCIAL RATIOS

Solvency ratio, in percentage

	equity	x 100

	balance sheet total - advances received	

Gearing

	interest bearing liabilities - cash, bank balances and securities	x 100

	equity	

Return on Equity (ROE) in percentage

	profit or loss before taxation - taxes	x 100

	equity	

Profit from invested equity in percentage

	profit or loss before taxation + interest expenses and other financing expenses	x 100

	balance sheet total - non-interest bearing liabilities	

Earnings per share

	pre-tax result - taxes +/- minority interest	

	diluted average share issue corrected number of shares	

Diluted earnings per share

	diluted profit before taxation - taxes +/- minority interest	

	diluted average share issue corrected number of shares	



SOLTEQ

Solteq Plc Stock Exchange Bulletin 12.8.2009 at 9.00am 17/17

Equity per share

equity

number of shares

Solteq Plc's financial information bulletins in 2009 have been scheduled as follows:

- Interim report 1-9/2009 Wednesday 21.10.2009

More investor information on Solteq's website at www.solteq.com

Additional information:

Managing Director Hannu Ahola

Telephone +358 20 1444 211 or +358 40 8444 211

E-mail hannu.ahola@solteq.com

CFO Antti Kärkkäinen

Telephone +358 20 1444 393 or +358 40 8444 393

E-mail antti.karkkainen@solteq.com

Distribution:

NASDAQ OMX Helsinki

Key Media