+Rules 4..3A

Appendix 4E

Preliminary final report

Year ending on 31 December 2014
Provided to the ASX under listing rule 4.3A

Name of entity	ABN
Multistack International Limited	54 007 254 346

1. Reporting period

Report for the financial year ended 31 December 2014.
Previous corresponding period is the financial year ended 31 December 2013.

2. Results for announcement to the market

				$A
Revenues from ordinary activities	up	51.80 %	to	2,281,481
Profit from ordinary activities after tax attributable to members	up	139.18%	to	104,704
Net profit for the period attributable to members	up	139.18%	to	104,704
Record date for determining entitlements to the dividend	Not applicable			

Results for announcement to the market (cont'd)

Dividends
No dividends were paid or declared for the year ended 31 December 2014.

Trends in Performance

Total revenue in 2014 increased by 51.80% to $2,281,481. The increase in revenue was mainly due to the increase in sales of Multistack chillers. The net profit for continuing operations for the period was $140,068 while the net profit for the period attributable to members was $104,704.

Operations-
The trading entity, DunnAir International Limited has made a profit for the year ending 31 December 2014. There has been an increase in the marketing and promotion of the Multistack chillers including participation in the 2014 Air Conditioning, Refrigeration and Building Services Show (ARBS) and the various trade nights held at various interstate locations leading to increase in the sales for Multistack chillers. While concentrating on its core business being the marketing and distribution of Multistack chillers, Dunnair International Limited has ceased its South Australian service operation.

The joint venture (JV) Dunnair (Aust) Pty Ltd has contributed a small profit for the year ending 31 December 2014. There has been increase in sales but the weakening of the Australian dollar has reduced the margin for imports from China.

The Directors are continuing to review the various opportunities for the Group and have been actively identifying potential investment opportunities in both the People's Republic of China as well as in Australia.

Tax consolidation
For the purposes of income taxation, Multistack International Ltd and its 100% owned subsidiaries have not formed a tax consolidated group and entry into a tax consolidated group is unlikely. This did not impact the consolidated results for the year. From 1 January 2004, the carried forward tax losses of each entity in the Group could only be used to offset taxable income of that individual entity.

3. Consolidated Statement of Comprehensive Income

FOR THE YEAR ENDED 31 DECEMBER 2014

	For the year	
	31 December 2014	**31 December2013**
	$	**$**
Revenue		
Sale of goods	1,131,621	512,833
Rendering of services	1,149,860	990,100
Total Revenue	**2,281,481**	**1,502,933**
Cost of sales	(1,542,852)	(1,001,699)
Gross Profit	**738,629**	**501,234**
Other Income	**224,579**	**245,532**
Depreciation expense	(578)	(2,417)
Employee benefits expense	(579,647)	(574,020)
Occupancy expense	(67,571)	(66,041)
Administrative expense	(286,182)	(320,556)
Stock impairment reversal	-	45,788
Other expenses	(104,705)	(96,373)
Total Expenses	**(1,038,683)**	**(1,013,619)**
Loss before share of profit / (loss) from joint venture	**(75,475)**	**(266,853)**
Share of profit / (loss) of joint venture accounted for using the equity method	4,835	(128,565)
Loss before income tax	**(70,640)**	**(395,418)**
Income tax benefit from R&D tax concession	175,344	155,196
Profit / (Loss) for the year	**104,704**	**(240,222)**
Profit / (Loss) from discontinued operations	(35,364)	(74,837)
Profit / (Loss) from continuing operations	**140,068**	**(165,385)**
Other comprehensive income for the year		
Items that may be reclassified subsequently to profit and loss		
Exchange differences on translation of foreign operations, net of tax	-	(27,024)
Total comprehensive income for the year	**104,704**	**(267,246)**

4. Consolidated Statement of Comprehensive Income (continued)

FOR THE YEAR ENDED 31 DECEMBER 2014

	For the year	
	31 December 2014	**31 December 2013**
	$	**$**
Profit / (loss) attributable to:		
Members of the parent	104,704	(240,222)
	104,704	(240,222)
Total comprehensive income / (loss) attributable to:		
Members of the parent	104,704	(267,246)
	104,704	(267,246)
Total comprehensive income / (loss) attributable to members of the parent arises from:		
Continuing operations	140,068	(192,409)
Discontinued operations	(35,364)	(74,837)
	104,704	267,246
Earnings per share for profit from continuing operations attributable To members of the parent:		
Basic earnings per share	$0.0012	($0.0017)
Diluted earnings per share	$0.0012	($0.0017)
Earnings per share for profit from discontinued operations attributable To members of the parent:		
Basic earnings per share	($0.0003)	($0.0007)
Diluted earnings per share	($0.0003)	($0.0007)

4. Consolidated Statement of Financial Position

		31 December 2014 $	31 December 2013 $
	Current assets		
4.1	Cash and cash equivalents	685,681	401,906
4.2	Financial assets	2,607,188	2,454,176
4.3	Receivables	199,372	158,768
4.4	Inventories	369,804	606,561
4.5	Other current assets	1,020	2,100
4.6	**Total current assets**	3,863,065	3,623,511
	Non-current assets		
4.7	Plant and equipment	-	1,817
4.8	Receivables	585,743	580,908
4.9	**Total non-current assets**	585,743	582,725
4.10	**Total assets**	**4,448,808**	**4,206,236**
	Current liabilities		
4.11	Payables	418,060	263,726
4.12	Unearned Income	72,891	-
4.13	Provisions	99,562	188,919
4.14	**Total current liabilities**	590,513	452,645
	Non-current liabilities		
4.15	Provisions	3,997	3,997
4.16	**Total non-current liabilities**	3,997	3,997
4.17	**Total liabilities**	**594,510**	**456,642**
4.18	**Net assets**	**3,854,298**	**3,749,594**
	Equity		
4.19	Contributed equity	155,638,695	155,638,695
4.20	Accumulated losses	(151,784,397)	(151,889,101)
4.21	**Equity attributable to members of the parent entity**	**3,854,298**	**3,749,594**
4.22	**Total equity**	**3,854,298**	**3,749,594**

5. Consolidated Statement of Changes in Equity

	Attributable to equity holders of the parent			
CONSOLIDATED	**Issued Capital $**	**Reserves $**	**Accumulated Losses $**	**Total Equity $**
At 1 January 2013	**155,638,695**	**27,024**	**(151,648,879)**	**4,016,840**
Loss for the year	-	-	(240,222)	(240,222)
Exchange differences on translation of foreign operations	-	(27,024)	-	(27,024)
Total comprehensive income for the year	**-**	**(27,024)**	**(240,222)**	**(267,246)**
Transactions with owners as their capacity of owners	-	-	-	-
As at 31 December 2013	**155,638,695**	**-**	**(151,889,101)**	**3,749,594**

	Attributable to equity holders of the parent			
CONSOLIDATED	**Issued Capital $**	**Reserves $**	**Accumulated Losses $**	**Total Equity $**
At 1 January 2014	**155,638,695**	**-**	**(151,889,101)**	**3,749,594**
Profit for the year	-	-	104,704	104,704
Total comprehensive income for the year	**-**	**-**	**104,704**	**104,704**
Transactions with owners as their capacity of owners	-	-	-	-
As at 31 December 2014	**155,638,695**	**-**	**(151,784,397)**	**3,854,298**

6. Consolidated Statement of Cash Flows

		31 December 2014 $	31 December 2013 $
	Cash flows from operating activities		
6.1	Receipts from customers	2,548,135	1,748,087
6.2	Payments to suppliers and employees	(2,668,914)	(2,057,248)
6.3	Interest and other items of similar nature received	193,771	220,754
6.4	Finance costs	(5,360)	(7,222)
6.5	Income tax refund	175,344	155,196
6.6	**Net cash from operating activities**	**242,976**	**59,567**
	Cash flows related to investing activities		
6.7	Receivable from Mr Yuan Nong	-	542,700
6.8	Investment in financial instruments	(159,201)	(837,943)
6.9	**Net cash used in investing activities**	**(159,201)**	**(295,243)**
	Cash flows related to financing activities		
6.10	Loan from directors' related entity	200,000	-
6.11	**Net cash provided by financing activities**	**200,000**	**-**
6.12	**Net increase (decrease) in cash held**	**283,775**	**(235,676)**
6.13	Cash at beginning of year	401,906	637,582
6.14	**Cash at end of year**	**685,681**	**401,906**

Reconciliation of cash

Reconciliation of cash at the end of the year (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.	31 December 2014 $	31 December 2013 $
6.20 Cash on hand and at bank	685,681	401,906
6.21 Total cash at end of year	**685,681**	**401,906**

7.1 Consolidated accumulated losses

	31 December 2014 $	31 December 2013 $
Accumulated losses at the beginning of the financial year	(151,889,101)	(151,648,879)
Net loss from continuing operations	104,704	(240,222)
Accumulated losses at end of financial year	**(151,784,397)**	**(151,889,101)**

7.2 Earnings per security (EPS)

Details of basic and diluted EPS reported separately in accordance with paragraph 9 and 18 of *AASB 1027: Earnings Per Share* are as follows.

Basic and diluted earnings per share is calculated at $0.0009, based on a net profit for the period attributable to members of $104,704 and a weighted average of 112,303,924 ordinary shares on issue for the period.

7.3 NTA backing

	Current period	Previous corresponding period
Net tangible asset backing per +ordinary security	$0.03	$0.03

7.4 Dividends

No dividends have been paid or declared in respect of the current or prior period.

8. Details of associates and joint venture entities

Name of associate or joint venture entity	% Securities held
Dunnair (Aust) Pty Ltd	50%

Aggregate share of profits (losses) of joint venture entity

Group's share of joint venture entity:	Current period $	Previous corresponding Period $
Profit / Loss from ordinary activities before tax	4,835	(128,565)
Income tax on ordinary activities	-	-
Net profit / loss from ordinary activities after tax	4,835	(128,565)
Share of net profit / loss of joint venture entity	4,835	(128,565)

9. Basis of preparation

The financial information provided in the Appendix 4E is based on the draft annual financial report, which has been prepared in accordance with Australian Accounting Standards.

10. Audit of the financial report

The financial report is in the process of being audited.