MULTISTACK

MULTISTACK INTERNATIONAL LIMITED
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27 January 2022

Multistack International Limited (the Company): Quarter Activity Report - December 2021 Quarter

Activities during the Quarter

During the quarter, the Company's activities were primarily its principal business activities being the sale, marketing and distribution of Multistack water-cooled and air-cooled water chillers. Due to the continuing pandemic situation in Melbourne, sales activities have been substantially reduced.

The Company is continuing to work on implementing its strategy in connection with the marketing and selling its ORC products in Australia and overseas. The Company is in negotiations with various interested parties for local and overseas distribution rights in a number of territories. As a result of the current global environment stemming from the pandemic, these negotiations are expected to take a longer time to finalise.

On 19 November 2021, the Company announced that it has completed the issue of 24,000,000 new shares (at an issue price of A$0.05 per share) to Jin Qiao (Hong Kong) Investment Development Co., Ltd. The Company has raised working capital of A$1.2 million, which funds will primarily be used to further commercialise its ORC technology, particularly in the development of the proposed geothermal power projects in northern Australia.

Summary of cash position and expenditure during the quarter

The Company held cash and cash equivalents at the end of the quarter of $1,334,547. Quarterly operating expenditure during the quarter was $296,168, including $53,891 relating to trading and operating expenses, and $207,547 to staff, administration and corporate related costs.

In addition to the loan of US$1,800,000 (A$2,666,759 including interest payable) from Super Link Company Ltd (a related party of S. Yan and S. Leung) to enable the Company to complete the acquisition of the Verdicorp assets as announced previously to the market, the Company has borrowed a total of $410,000 during the year from ACR Equipment (HK) Ltd (a related party of S. Yan and S. Leung), which is a non-interest bearing unsecured facility.

Announcement authorised by the Board of Directors

Yan Wong
Company Secretary
Multistack International Limited (MSI)