



MULTISTACK INTERNATIONAL LIMITED  
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24 January 2025

**Multistack International Limited: MSI (the Company)  
Quarter Activity Report – October to December 2024 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. Sale revenue during the fourth quarter of 2024 included chiller sales of SRA290H and SRW132C, and some spare parts sales.

As previously reported, the Company has referred its claims to arbitration in the US against Danfoss, the parties in this matter have reached a settlement in principle and are currently negotiating the final documents.

The Company will advise shareholders of the outcome of the settlement upon finalisation and signing.

There has not been much progress with the ORC technology, nevertheless, the negotiations with Danfoss have included the requirement of Danfoss for their support to improve our technical knowledge of making a cost effective expander for the ORC. The Company is continuing to promote and market the existing ORC products. The Directors believe that the ORC products are still in line with the carbon reduction program in Australia as well as the rest of the world.

Summary of cash position and expenditure during the quarter

The Company held cash and cash equivalents at the end of the quarter of \$975,608. Quarterly operating expenditure during the quarter was \$88,867, including \$10,706 relating to trading and operating expenses, and \$78,161 relating to staff, administration and corporate related costs.

On 18 March 2024, the Company announced that it had entered into a loan arrangement from A.C.R. Equipment (HK) Ltd (a related party of S. Yan and S. Leung) to the Company. The loan amount is USD 650,000.00 (AUD 1,092,568 including interest payable) at 6% interest, for one year term (expiring on 31 March 2025) and unsecured. The fund will primarily be used for on-going operations of the Company.

The Company has previously borrowed US\$1,800,000 (A\$3,546,727 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, this is interest bearing at 5.00% per annum and secured with the Verdicorp assets.

The Company has also borrowed a total of \$696,000 from ACR Equipment (HK) Ltd (a related party of S. Yan and S. Leung) in the prior periods, which is a non-interest bearing unsecured facility.

Announcement authorised by the Board of Directors

Yan Wong  
Company Secretary  
**Multistack International Limited (MSI)**