

Multispares Holdings Limited
Profit and Loss Account
for the Half-Year ended 31 December 2000

	Consolidated	
	December	December
	2000	1999
	\$000	\$000
Sales Revenues	10,572	10,463
Operating profit before depreciation, amortisation and interest	434	392
Depreciation and amortisation	(153)	(209)
Borrowing costs	(83)	(80)
Operating profit before abnormal items	198	103
Abnormal item	-	(288)
Operating profit (loss)	198	(185)
Income tax attributable to operating profit	(76)	-
Operating profit (loss) after income tax	122	(185)
Retained profits at the beginning of the financial period	1,128	1,119
Total available for appropriation	1,250	934
Dividends provided for or paid	-	-
Retained profits at the end of the financial period	1,250	934
Basic and diluted earnings (loss) per share excluding abnormal item (cents per share)	0.63	0.53
Basic and diluted earnings (loss) per share including abnormal item (cents per share)	0.63	(0.96)

Multispares Holdings Limited
Balance Sheet as at 31 December 2000

	Consolidated		
	December	June	December
	2000	2000	1999
	\$000	\$000	\$000
Current Assets			
Cash	331	12	126
Receivables	2,954	3,091	2,790
Inventories	7,265	6,744	6,407
Other	67	12	83
Total current assets	10,617	9,859	9,406
Non-Current Assets			
Property, plant and equipment	1,402	1,466	1,519
Other	375	356	361
Total non-current assets	1,777	1,822	1,880
Total Assets	12,394	11,681	11,286
Current Liabilities			
Accounts payable	3,547	3,064	3,318
Borrowings	739	290	1,575
Provisions	814	724	640
Total current liabilities	5,100	4,078	5,533
Non-Current Liabilities			
Borrowings	1,065	1,497	-
Provisions	224	238	61
Total non-current liabilities	1,289	1,735	61
Total Liabilities	6,389	5,813	5,594
Net Assets	6,005	5,868	5,692
Shareholders' Equity			
Share capital	4,837	4,837	4,837
Reserves	(82)	(97)	(79)
Retained profits	1,250	1,128	934
Total Shareholders' Equity	6,005	5,868	5,692

Multispares Holdings Limited
Statement of Cash Flows
for the Half-Year ended 31 December 2000

	Consolidated	
	December	December
	2000	1999
	\$000	\$000
Cash flows from operating activities		
Receipts from customers	10,760	10,432
Payments to suppliers and employees	(10,213)	(10,314)
Interest received	8	6
Interest and other costs of finance paid	(82)	(66)
Income taxes paid	-	30
Net operating cash flows	473	88
Cash flows from investing activities		
Payments for property plant and equipment	(191)	(57)
Proceeds from sale of property, plant and equipment	103	-
Repayments of loans by others	-	30
Net investing cash flows	(88)	(27)
Cash flows from financing activities		
Proceeds from borrowing	250	-
Repayment of borrowings	(57)	(50)
Dividends paid	(97)	-
Net financing cash flows	96	(50)
Net increase/(decrease) in cash held	481	11
Cash at beginning of the financial period	(163)	118
Exchange rate variations on foreign cash balances	13	(3)
Cash at the end of the financial period	331	126

28 February 2001

Dear Shareholder

The Board of Directors of Multispares Holdings Limited announce the results for the six months ending 31 December 2000 and are pleased to report an operating profit before tax and abnormal items of \$198,000, which is an increase of \$95,000 on the same period last year.

The operating profit after tax and abnormal items of \$122,000 is a substantial increase (\$307,000) on the comparable figure for last year.

The improvement is the result of sales revenue growth, which in real terms is greater than the reportable sales revenue increase (1%) because of changes to the tax system in Australia. On a tax adjusted like-for-like basis the revenue increase is greater than 10%.

It is also pleasing to note that our Balance Sheet strengthened with N.T.A. backing rising to 31.0 cents per ordinary share. Interest cover increased whilst our gearing ratios remained steady. Management forecasts indicate that trading profit will be on budget by end February 2001 which is ahead of the same period last year.

It is however important to recognise that the reported decline in sales volumes in the second quarter has continued into the third quarter. The Directors anticipate that with continuing pressure on the Australian Dollar and a flat local market the outlook for second half is a similar result to the first half.

In light of the above factors the Directors have elected not to declare an interim dividend believing that retaining working capital is important in the current economic climate.

A summary of the financial data from our announcement to the Australian Stock Exchange is presented overleaf for your information. The details of this and any future announcements will be available on our website at www.multispares.com.au. Additional enquires should be directed to the Company Secretary or your Financial Adviser.

HARRY FORSYTH
CHAIRMAN



Multispares Holdings Limited

Registered Office
151 Fairfield Road Guildford
New South Wales 2161

Telephone: 02 9722 2020
Facsimile: 02 9722 2095

E-mail: admin@multispares.com.au

Multispares Holdings Limited

ACN 003 135 680

Shareholder Update

31 December 2000