

Multispares Holdings Limited

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First in Truck & Bus Parts

7 May 2001

The Manager
Companies Announcements Office
Australian Stock Exchange
20 Bridge Street
Sydney NSW 2000

Dear Sir

Exclusive Distribution Agreements

The Board of the Company is please to advise that the Company has entered into exclusive agreements to distribute certain products of Victor Reinz, Febi Bilstein, Optibelt and Agip Petroli. More information on these arrangements is available from the News Room on our website www.multispares.com.au.

In our Annual Report 2000 it was stated that we were seeking “closer and more effective working arrangements” with suppliers in key product areas. These four new agreements significantly strengthen our supply chain for core products, provide many opportunities for new product introduction and deliver on our commitment to shareholders last year.

The agreements signed with Optibelt of Germany and Agip of Italy give the company the ability to move into new markets that offer value-adding business to Multispares. Agip especially has major long term potential.

New distribution channels will be established to enable the new markets to be serviced and these channels will provide synergies with existing Multispares activities.

There is not expected to be any impact on results in the current financial year as a consequence of these new arrangements, but additional profits are expected for the year ending June 2002.

Yours faithfully

Geoff Stewart
Managing Director