

DESIGN STUDIO FURNITURE MANUFACTURER LTD

(Incorporated in the Republic of Singapore)
(Company Registration Number 199401553D)

NOTICE OF EXTRAORDINARY GENERAL MEETING

NOTICE IS HEREBY GIVEN that an Extraordinary General Meeting of DESIGN STUDIO FURNITURE MANUFACTURER LTD (the "**Company**") will be held at the Company's registered office at No. 8 Sungei Kadut Crescent, Singapore 728682 on Friday, 24 February 2012 at 10.30 a.m. for the purpose of considering and, if thought fit, passing, with or without modifications, the following resolutions:-

AS ORDINARY RESOLUTIONS

Resolution 1: Proposed Acquisition

THAT,

- (a) approval be and is hereby given to the Company for the acquisition of 2,750,000 ordinary shares in the capital of DDS Asia Holdings Pte. Ltd. ("**DDS**"), representing the remaining 55% shareholding interest in DDS not already owned by the Company from DEPA Interiors LLC (the "**Vendor**") on the terms and subject to the conditions of the Sale and Purchase Agreement dated 25 November 2011 entered into between the Company and the Vendor (the "**Proposed Acquisition**"); and
- (b) authority be and is hereby given to the Directors of the Company and/or any of them to take such steps, enter into all such transactions, arrangements and agreements and do all such acts and things (including executing all such documents as may be required) as they and/or he may consider expedient or necessary or in the interests of the Company to give effect to the transactions contemplated by this Resolution.

Resolution 2: Proposed Issue of New Shares

THAT subject to and contingent upon Resolution 1 being passed,

- (a) pursuant to Section 161 of the Companies Act, the Directors of the Company be and are hereby authorised to allot and issue 5,041,666 new ordinary shares in the capital of the Company (the "**Consideration Shares**") to the Vendor at an issue price of S\$0.60 per Consideration Share, credited as fully paid, as part of the purchase consideration payable for the Proposed Acquisition; and
- (b) authority be and is hereby given to the Directors of the Company and/or any of them to take such steps and do all such acts and things as they and/or he may consider expedient or necessary or in the interests of the Company to give effect to the transactions contemplated by this Resolution.

BY ORDER OF THE BOARD

Bernard Lim Leng Foo
Executive Chairman & Chief Executive Officer
DESIGN STUDIO FURNITURE MANUFACTURER LTD
8 February 2012

Notes:

- (1) A member of the Company entitled to attend and vote at the Extraordinary General Meeting is entitled to appoint not more than two proxies to attend and vote in his stead. A proxy need not be a member of the Company.
- (2) The instrument appointing a proxy, duly executed, must be deposited at the registered office of the Company at No. 8 Sungei Kadut Crescent, Singapore 728682 not less than 48 hours before the time appointed for holding the Extraordinary General Meeting in order for the proxy to be entitled to attend and vote at the Extraordinary General Meeting.