

DESIGN STUDIO FURNITURE MANUFACTURER LTD

(Incorporated In the Republic of Singapore)

(Company Number: 199401553D)

The Board of Directors of Design Studio Furniture Manufacturer Ltd (the “Company”) is pleased to announce that it has increased its investment in Design Studio (Huizhou) Home Furnishing Co., Ltd., its wholly owned subsidiary in Huizhou, People’s Republic of China (“PRC”) by an additional Renminbi 12,842,741 increasing the registered capital of said subsidiary to Renminbi 65,904,241 from Renminbi 53,061,500.

The investment of Renminbi 12,842,741 is funded from internal resources.

FINANCIAL EFFECTS

The subscription would not have any material impact on the consolidated net tangible assets per share of the Company and its subsidiaries (the “Group”) for the financial period ending 31 December 2011.

INTEREST OF SUBSTANTIAL SHAREHOLDERS AND DIRECTORS

Save for their interest in the Company, none of the Company’s directors or substantial shareholders has an interest, direct or indirect, in the subsidiary.

By Order of the Board

Design Studio Furniture Manufacturer Ltd

Eliza Lim Bee Lian
Company Secretary

5 September 2011