

**DESIGN STUDIO FURNITURE MANUFACTURER LTD**

(Incorporated In the Republic of Singapore)

(Company Number: 199401553D)

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**INCREASE IN INVESTMENTS IN THE WHOLLY OWNED SUBSIDIARIES**

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1. Subscription For Shares In DS Furniture Manufacturer Sdn. Bhd.

The Board of Directors of Design Studio Furniture Manufacturer Ltd (the "Company") wishes to announce that it had subscribed for and was allotted another 50,000 ordinary shares in the capital of the wholly owned subsidiary, DS Furniture Manufacturer Sdn. Bhd. at a total cash consideration of RM50,000.00. The subscription was funded by internal resources.

Subsequent to this subscription, the Company holds an aggregate of 500,000 ordinary shares in the capital of DS Furniture Manufacturer Sdn. Bhd.

2. Increase In Shareholding In Design Studio (Huizhou) Home Furnishing Co., Ltd.

The Board also announced 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 additional Renminbi 7,885,917 increasing the registered capital of said subsidiary to Renminbi 13,147,771 from Renminbi 5,261,854.

The investment of Renminbi 7,885,917 is funded from internal resources.

**FINANCIAL EFFECTS**

These two subscriptions 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 subsidiaries.

By Order of the Board

**Design Studio Furniture Manufacturer Ltd**

Eliza Lim Bee Lian  
Company Secretary

29 April 2011