

DESIGN STUDIO FURNITURE MANUFACTURER LTD

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



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- (1) PROPOSED ACQUISITION OF ALL THE REMAINING SHARES IN THE CAPITAL OF ITS ASSOCIATE COMPANY, DDS ASIA HOLDINGS PTE. LTD. FROM ITS CONTROLLING SHAREHOLDER, DEPA INTERIORS LLC - AN INTERESTED PERSON TRANSACTION AND A DISCLOSEABLE TRANSACTION (the “PROPOSED ACQUISITION”)**

 - (2) PROPOSED ALLOTMENT AND ISSUE OF 5,041,666 NEW SHARES IN THE CAPITAL OF THE COMPANY AS PART OF THE CONSIDERATION PURSUANT TO THE PROPOSED ACQUISITION (the “PROPOSED ISSUE OF NEW SHARES”)**
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All capitalised terms used and not defined herein shall have the same meanings given to them in the Circular to Shareholders dated 8 February 2012 in relation to the Extraordinary General Meeting held on 24 February 2012.

The Board of Directors of the Company refers to the announcements made by the Company on 25 November 2011, 16 January 2012, 8 February 2012 and 24 February 2012 (collectively, the “**Announcements**”) in relation to the Proposed Acquisition and the Proposed Issue of New Shares and the Circular to Shareholders dated 8 February 2012.

Further to the Announcements, the Board of Directors is pleased to announce that the Completion has taken place on 8 March 2012 in accordance with the respective terms and conditions of the Sale and Purchase Agreement.

Following the Completion, the Company has allotted and issued 5,041,666 new Shares in the Company to DEPA, being the balance 20% of the Purchase Consideration for the Proposed Acquisition, and DDS is now a wholly-owned subsidiary of the Company. The Shares are expected to be listed and quoted on the SGX-ST on 12 March 2012.

BY ORDER OF THE BOARD

Bernard Lim Leng Foo
Executive Chairman & Chief Executive Officer
9 March 2012