

ACQUISITION OF SHARES IN HOME TOUCH SOLUTION (NORTH) SDN. BHD.

1. INTRODUCTION

The Board of Directors of DIS Technology Holdings Berhad (“the Company or DIST”) wishes to announce that the Company had on 7 October 2009 acquired 2 ordinary shares of RM1.00 each in the capital of Home Touch Solution (North) Sdn. Bhd. (“Home Touch”), for a total cash consideration of RM2.00 (hereinafter referred to as “Acquisition”). This represents 100% of the total issued and paid up share capital of Home Touch.

2. BACKGROUND INFORMATION ON HOME TOUCH

Home Touch was incorporated on 4 September 2009 with an authorised share capital of RM100,000.00 comprising 100,000 ordinary shares of RM1.00 each and its present issued and fully paid-up share capital is RM2.00.

The principal activity of Home Touch is smart home automation.

3. DETAILS OF THE ACQUISITION

The original cost of investment to the Vendors and the date of such investment are set out below :-

Name of Vendor	No. of shares Disposed of	Date of such investment	Original cost of investment (RM)
Colleen Cheah Han E	1	04.09.2009	1.00
Lee Toong Leon	1	04.09.2009	1.00

4. CONSIDERATION

The consideration of RM2.00 for the Acquisition will be satisfied by cash payment. It was arrived at based on a “willing buyer-willing-seller basis” and will be funded from internally generated funds.

There are no other liabilities to be assumed arising from the said Acquisition.

5. RATIONALE FOR THE ACQUISITION

The purpose of the above Acquisition is to enlarge the Group structure of the Company to cater for future expansion.

6. FINANCIAL EFFECTS OF THE ACQUISITION

6.1 Earnings

The Acquisition is not expected to have any material impact on DIST’s Group’s earnings for the financial year ending 31 December 2009.

6.2 Net Assets

The Acquisition will not have any significant effect on the consolidated net assets of DIST Group.

6.3 Share Capital

The Acquisition will not have any effect on the issued and paid-up share capital of DIST.

6.4 Substantial Shareholding

The Acquisition will not have any significant effect on the shareholdings of substantial shareholders.

DIS TECHNOLOGY HOLDINGS BERHAD
- ACQUISITION OF SHARES IN HOME TOUCH SOLUTION (NORTH) SDN. BHD.

7. APPROVAL

The Acquisition does not require the approval of any authorities or the shareholders of the Company.

8. DIRECTORS' AND MAJOR SHAREHOLDERS' INTERESTS AND PERSON CONNECTED TO DIRECTORS AND MAJOR SHAREHOLDERS

Mr Cheah Yew Keat is the Managing Director and a major shareholder of DIST. Mr Cheah Yew Keat is also a Director of Home Touch and accordingly he is deemed interested in the Acquisition and will continue to abstain from voting for this transaction.

Saved as disclosed above, none of the Directors and/or major shareholders and/or persons connected with a Director or major shareholders of DIST have any interest, direct and indirect in the Acquisition of Home Touch.

9. STATEMENT BY THE BOARD OF DIRECTORS

The Board of Directors is of the opinion that the Acquisition is in the best interest of the Company.

This announcement is dated 7 October 2009.