

24 December 2010

Issue of Share Options Pursuant to Digislide Holdings Limited ESOP

The Board of Directors of Digislide Holdings Limited ("Digislide") advise that following a meeting of the Company's Rewards and Remuneration Committee an issue of 513,000 Share Options has been approved to various employees of Digislide under the Employee Share Option Plan "ESOP" approved by shareholders at the Company's 2009 AGM.

The Board of Directors further advises that, subject to shareholder approval, 400,000 Share Options have been granted to Ms Luceille Outhred, a Director of Digislide, under the terms of the ESOP.

The Share Options were approved for issue at an exercise price of \$0.16022 based on the VWAP of the Company's listed securities for the 5 days ended 23 December 2010.

About Digislide

Digislide is an innovative Australian based company with an extensive Intellectual Property portfolio and proven capacity to design, develop and commercialise complex projection products. The technologies have wide patent protection and have already received international acclaim.

Digislide's strategy is to licence manufacturers to produce miniature projection systems for embedding in mobile and/or hand held communication devices, such as mobile phones, PDA's and notebook computers, and its tactical focus has been to design hand held projectors which complement and interface with 5 of the world's biggest selling electronic devices; Apple's iPhone™ and iPod™, Nintendo's Wii™, Sony's Playstation™ suite and Microsoft's Xbox 360™.

Following the convergence of projection, telecommunications, mobile gaming, and IPTV (Internet Protocol Television) technologies VSDN Pty Ltd (a wholly owned subsidiary) was incorporated.

Virtual Streaming Distribution Network (VSDN) technologies remove the perception of the Internet as "**the digital divide**" and enable it to be "**the fourth utility**". IPTV brings access to information, education, entertainment, health and wellbeing to a commodity level.

Further information contact:

Jeff King
Company Secretary
Ph: 08 - 8262 3115