

29 December 2010

Convertible Note Raising

Digislide Holdings Limited ("Digislide") advises that it has completed a capital raising of \$150,000 through the issue of Convertible Notes, this funding being used to provide the Company with working capital through to breakeven.

Digislide has agreed terms with three financiers who have provided the Company with \$150,000 by way of subscription to a convertible note issue (Note). Subject to shareholders ratification / approval, the terms for the Note(s) to be issued are as follows:

1. the total face value of the 3 Notes is \$150,000.00, comprising 3 x \$50,000 notes;
2. interest payable on the Note is 15% pa;
3. each Note will be issued with an attaching issue of 300,000 options, exercisable at 25 cents per option with an expiry date of 24 month from date of issue, total 3.0 million options;
4. each Note is convertible into ordinary shares in the capital of Digislide at a conversion rate of 20 cents per ordinary share;
5. the term of the Note(s) is 12 months from date of issue; and
6. if the Note is paid out earlier than the 12mths, interest will then be the greater of either 5% flat or 15%pa.

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:

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