



digislide

Project Your Image

ASX/Media Announcement (ASX:DGI)

31 January 2011

Reconciliation for use of Funds

Digislide Holdings Limited is pleased to report on actual use of funds as against the intended use of funds noted in its prospectus dated 11 December 2008 (and subsequent supplementary prospectuses).

Details are set out in the attached Annexure A.

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.

-End-

For further information contact

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Company Secretary
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DIGISLIDE HOLDINGS LIMITED	Annexure A COMMITMENTS TEST ENTITY		Applied to March 2010	Applied to June 2010	Applied to September 2010	Applied to December 2010	Current Status	To be Applied from Profits and/or Additional Funding
	Applied at Listing	Applied to December 2009						
Actual Funds Raised	\$ 3,014,000.00							
Cash Funds in hand prior to issue of prospectus	\$ 47,366.00							
Total Funds Available at Listing	\$ 3,061,366.00							
Application of Funds								
Commercialisation of Digivision™ (now DigiPRO SVGA Projector)	\$ 195,000.00	\$ 180,000.00	\$ 40,000.00	\$ 10,000.00	25,000	56,000	Finalised - Late Stage Commercialisation	\$ 34,000.00
Commercialisation of StingRay™	\$ 30,000.00			\$ 10,000.00	5,000	9,675	Late Stage Commercialisation	\$ 25,325.00
StingRay Audio Docking Station							No Docking Station. Product change to fit with market shifts	
Commercialisation of Digishow™	\$ 65,000.00						Finalised - Product in Market. Upgrade. Enhanced ergonomics, light output and functionality	
Finalise R&D for embedded Digisart Miniature Projection Technologies™ Digislide Inside®	\$ 293,000.00	\$ 45,000.00	\$ 25,000.00	\$ 55,000.00	75,000	9,500	Precision Optics and CAD Design	
Commercialisation of XRay™	\$ 65,000.00			\$ 35,000.00	5,000	19,000	Finalised - Late Stage Commercialisation	
Xray Audio Docking Station				\$ 45,000.00		5,000	Finalised - Late Stage Commercialisation	
Commercialisation of WeSil™	\$ 67,000.00		\$ 70,000.00	\$ 17,000.00		8,500	Finalised 2 part and composite solutions	
Commercialisation of WeSil™ Audio Docking Station		\$ 220,000.00	\$ 75,000.00	\$ 45,000.00		8,500	Finalised 2 part and composite solutions	
Commercialisation of DigiPRO™ (now called Digivision, iPOD™, iPHONE™ and IPAD™ compatible)	\$ 25,000.00	\$ 5,000.00	\$ 10,000.00	\$ 25,000.00	10,000	0	partially completed	\$ 20,000.00
Contribution towards personnel	\$ 75,000.00			\$ 12,000.00	218,000		Fully expended	
Payment of Payroll Deductions and Trust Monies	\$ 230,000.00						Finalised	
Expansion of Digislide Americas Inc Office	\$ 75,000.00	\$ 117,000.00	\$ 35,000.00	\$ 3,500.00	3,500	3,500	Fully expended	
Establish European Office	\$							
Maintenance of Singaporean Office	\$ 103,000.00	\$ 50,000.00		\$ 10,000.00	0	0	Now subsumed under China Operations	
Costs of the Offer	\$ 539,479.00	\$ 73,000.00		\$ 62,000.00	25,000	0		
Corporate, Travel, Legal and Professional Services	\$ 299,000.00	\$ 25,000.00		\$ 98,000.00	75,000			
Total Proposed Expenditure	\$ 2,051,479.00	\$ 950,000.00	\$ 255,000.00	\$ 427,500.00	\$ 441,500.00	\$ 134,675.00		\$ 79,325.00
Additional Product Not Mentioned in the Prospectus								
miniPRO™				\$ 60,000.00		0		Now in Aust and US markets
Sil™ - 150 lumens companion for Nintendo Wii™				\$ 30,000.00		6,000		Now entering US and Indian markets