

**ISDN HOLDINGS LIMITED**  
(Incorporated in the Republic of Singapore)  
(Company Registration Number: 200416788Z)

**INCORPORATION OF A COMPANY IN SHANGHAI CHINA**  
**- SHANGHAI DBASIX M&E EQUIPMENT CO., LTD.**

The Board of Directors of ISDN Holdings Limited (the "Company") wishes to announce that DBASIX Singapore Pte. Ltd., a joint venture company 50% owned by the Company's wholly owned subsidiary, Motion Control Group Pte. Ltd., has incorporated a wholly owned subsidiary in Shanghai China known as Shanghai DBASIX M&E Equipment Co., Ltd. ("DBASIX Shanghai").

DBASIX Shanghai was incorporated with a registered capital of USD140,000 and it is an extension of the Company's manufacturing arm in China. The principal activity of DBASIX Shanghai is the sale and manufacturing of aluminum profiles, actuators and related components.

The incorporation of DBASIX Shanghai is not expected to have a material impact on the Company's earnings per share and net tangible assets per share for the current financial year ending 31 December 2008.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction other than through their shareholdings in the Company.

By order of the Board of Directors  
Teo Cher Koon  
Managing Director  
17 March 2008