



## **DUTECH HOLDINGS LIMITED**

(Incorporated in the Republic of Singapore)

Registration No. 200616359C

---

### **ACQUISITION OF DEUTSCHE MECHATRONICS GMBH**

---

The Board of Directors (“Board”) of Dutech Holdings Limited (the “Company”) wishes to announce that Tri Star GmbH (“**Tri Star GmbH**”), one of its wholly owned subsidiary incorporated in Germany, entered into an agreement (“**Agreement**”) on 31 July, 2014 (German local time) to acquire an aggregate 60% shareholding interest in Deutsche Mechatronics GmbH (“**Deutsche Mechatronics**”), a company incorporated in Germany from Deinhard Engineering GmbH (“**Deinhard**”), a company incorporated in Germany, and Know-how Consult GmbH (“**Know-how**”), a company incorporated in Switzerland (“**Proposed Acquisition**”).

Pursuant to the Agreement, the Company will purchase issued shares constituting 54.5% of issued share capital of Deutsche Mechatronics from Deinhard for One Euro (€1.00) and issued shares constituting 5.5% of issued share capital of Deutsche Mechatronics from Know-how for One Euro (€1.00) respectively. At the same time, the Company will pay Nine Hundred and Ninety-nine Thousand and Nine Hundred and Ninety-eight Euro (€999,998.00) into the share capital of Deutsche Mechatronics. Upon closing, Deinhard will own the remaining 40% of issued share capital of Deutsche Mechatronics.

In addition, Tri Star GmbH will provide a one year shareholder loan of €1,000,000 bearing an interest rate of 3% to Deutsche Mechatronics.

The Board took into account the following factors in determining the aggregate investment amount of One million Euro (€1,000,000.00) comprising Two Euro (purchase price) and Nine Hundred and Ninety-nine Thousand and Nine Hundred and Ninety-eight Euro (capital contribution into Deutsche Mechatronics): the rationale for the Proposed Acquisition elaborated below and the financial performance and position of Deutsche Mechatronics.

The Board decided to undertake the Proposed Acquisition, taking into consideration of Deutsche Mechatronics’ technology capabilities and the synergy in R&D, design and manufacturing of intelligent terminals and self-service machines with the Company.

Deutsche Mechatronics, established in 1947, designs, manufactures, and assembles drying solution for graphics and printing industries, intelligent terminals, visual quality control machines, and other sheet metal products. It has plants in Mechernich, Germany and Hangzhou, China with 365 employees. Deutsche Mechatronics’ customers include Heidelberg Print, Trumpf, Schneider, Siemens, Philips, and ABB.

The net tangible asset of Deutsche Mechatronics was €13,674,000 as at 31 March 2014.

The Company expects to complete the Proposed Acquisition by 31 August, 2014. On completion, Deutsche Mechatronics will become a subsidiary of the Company.

Based on the market capitalisation of the Company on the market day preceding the date of the Agreement, the Proposed Acquisition constitutes a non-disclosable transaction under rule 1008 of the Singapore Exchange Securities Trading Limited Listing Manual. The announcement is made pursuant to rule 704(17) of the Singapore Exchange Securities Trading Limited Listing Manual.

None of the Directors and substantial shareholders has any interest, direct or indirect in the Proposed Acquisition.

By order of the Board

Dr. Johnny Liu Jiayan  
Chairman and CEO  
1 August 2014