

ELLIPSIZ LTD
(Company Registration Number: 199408329R)

SALE OF SHARES IN ELLIPSIZ COMMUNICATIONS PTE. LTD.

The board of directors of Ellipsiz Ltd (“**Company**”) wishes to announce that the group has sold its entire 70% interest in Ellipsiz Communications Pte. Ltd. (“**ECPL**”), a company incorporated in Singapore at a price of S\$1 million. ECPL ceased to be a subsidiary of the group on completion of the transactions.

ECPL is engaging in the business of trading of test and measurement equipment and provision of related engineering and after sales support services in telecommunications industry. The disposal of interests in ECPL will enable the group to streamline and re-focus its resources and attention to the other core activities of the group.

The net tangible asset value of ECPL, based on management accounts as at 31 May 2014, is approximately S\$1.56 million (Company’s 70% share is approximately S\$1.09 million).

The sale price was arrived at based on arms-length negotiations on a willing-buyer, willing seller basis, taking into consideration the net asset value of ECPL as at 31 May 2014. The sale price was paid in full in cash on completion of the sale.

The disposal of shares in ECPL is not expected to have a material impact on the earnings per share and the net tangible assets per share of the Company or the group for the financial year ended 30 June 2014.

None of the directors of the Company has any direct or indirect interest in the aforesaid sale transaction. The directors of the Company are not aware of any substantial shareholder having any interest, direct or indirect, in the aforesaid sale transaction, and have not received any notification of interest in the sale transaction from any substantial shareholder.

By Order of the Board
Melvin Chan Wai Leong
Chief Executive Officer

1 July 2014