

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

INVESTMENT IN DKM SOUTH ASIA PTE LTD

The Board of Directors of ISDN Holdings Limited (the “Company”) wishes to announce that its wholly-owned subsidiary, Motion Control Group Pte Ltd (“Motion Control”), has entered into a joint venture with Mr Lee Tick Long to set up a subsidiary company, DKM South Asia Pte Ltd (“DKM”), in Singapore. DKM is principally engaged in the provision of integrated engineering solutions and services.

Motion Control has made an initial investment of S\$5,000 for a 50% stake in DKM. The remaining 50% stake will be held by Mr Lee Tick Long.

DKM is set up to introduce and launch the DKM brand of products to Singapore and around the region. DKM products are manufactured by DKM Co., Ltd in Korea which has about 20 years of history in the manufacturing of motors, gearheads and accessories. DKM Co., Ltd is continually engaged in technical development for their products.

The above investment will be funded by internal resources and 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 2007.

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.

INVESTMENT IN SUZHOU PDC CO., LTD

The Board of Directors of ISDN Holdings Limited (the “Company”) wishes to announce that its wholly-owned subsidiary, Motion Control Group Pte Ltd (“Motion Control”), has incorporated a wholly-owned subsidiary, Suzhou PDC Co., Ltd (“PDC”), in China. PDC is incorporated for *inter alia*, the Company’s land investment in China.

Motion Control has made an initial investment of US\$720,000 in PDC.

The above investment will be funded by internal resources and 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 2007.

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
19 September 2007