

**ASX/Media Announcement
(ASX: DGI)**

29 January 2009

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 as set out in the attached Annexure A.

About Digislide

Digislide is an Australian based company that has developed, and continues to develop globally relevant innovative miniaturised projection technologies with broad applications.

The tactical focus is on targeting products/applications that can be embedded into a range of mobile and/or hand held communication devices, such as mobile phones, PDA's and notebook computers. The technologies have wide patent protection and have already received international acclaim; winning several awards in important international technology arenas.

- end -

Further information contact:

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Company Secretary

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ANNEXURE A

	Applied at Listing	Applied to December 2009	Now Applied	To be Applied from Profits and/or \$2.4M Converting Note
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	R&D project completed - tooling and production run only required	\$ 170,000.00
Commercialisation of StingRay™	\$ 30,000.00		on hold	\$ 190,000.00
StingRay Audio Docking Station		\$ -	on hold	
Commercialisation of Digishow™	\$ 65,000.00	\$ -	completed	
Finalise R&D for embedded Digismart Miniature Projection Technologies™ Digislide Inside®	\$ 293,000.00	\$ 45,000.00	partially completed	\$ 105,000.00
Commercialisation of XRay™	\$ 65,000.00			
Xray Audio Docking Station		\$ 235,000.00	project almost finalised	\$ 80,000.00
Commercialisation of WeSii™	\$ 57,000.00			
Commercialisation of WeSii™ Audio Docking Station		\$ 220,000.00	R&D project completed (tooling and preproduction run)	\$ 80,000.00
Commercialisation of DigiPRO™ (now called Digivision, made for apple iPOD)	\$ 25,000.00	\$ 5,000.00	partially completed	\$ 55,000.00
Contribution towards personnel	\$ 75,000.00			
Payment of Payroll Deductions and Trust Monies	\$ 230,000.00			
Expansion of Digislide Americas, Ltd Officer	\$ 75,000.00	\$ 117,000.00		\$ 35,000.00
Establish European Office	\$ -	\$ -		
Maintenance of Singaporean Office	\$ 103,000.00	\$ 50,000.00		
Costs of the Offer	\$ 539,479.00	\$ 73,000.00		\$ 87,000.00
Corporate, Travel, Legal and Professional Services	\$ 299,000.00	\$ 25,000.00		
Total Proposed Expenditure miniPRO™	\$ 2,051,479.00	\$ 950,000.00		\$ 802,000.00