

DCS TECHNOLOGIES LIMITED
(SUBJECT TO DEED OF COMPANY ARRANGEMENT)
ASX CODE: DCS

Confirmation of post-reconstruction holding statement despatch

At the Annual General Meeting conducted on 30 May 2003, resolutions were passed to

- [a] consolidate the Company's ordinary issued share capital and all unexercised options over ordinary shares such that every 4 ordinary shares will constitute 1 ordinary share, and every 4 options will constitute 1 option;
- [b] issue a further 6,138,697 post-consolidation ordinary share;
- [c] issue post-consolidation 1,500,000 options exercisable at 2.7 cents per option, to be exercised on or before 30 June 2006, but only if the Company raises capital of at least \$1.4M by 30 June 2006;
- [d] issue post-consolidation 6,000,000 options exercisable at 2.7 cents per option, to be exercised on or before 30 June 2006, but only if the volume weighted average price exceeds 15 cents on 10 consecutive trading days before 30 June 2006;
- [e] issue post-consolidation 6,000,000 options exercisable at 2.7 cents per option, to be exercised on or before 30 June 2006, but only if the volume weighted average price exceeds 25 cents on 10 consecutive trading days before 30 June 2006;

The directors confirm that post-consolidation statements have been despatched to shareholders effective 13 June 2003, and that post-consolidation 19,731,990 ordinary shares are on issue.

William Bass
Company Secretary