

D&M

D&M Holdings Inc.

For Immediate Release

Eric C. Evans Elected Chairman of D&M Holdings Inc.

TOKYO—July 11, 2006 – Eric C. Evans, co-chief executive officer and representative executive officer of D&M Holdings Inc. (TSE II: 6735), has been elected chairman of the board of directors.

D&M Holdings owns the Denon, Marantz, McIntosh Laboratory, Boston Acoustics®, Snell Acoustics, D&M Professional, Denon DJ, ReplayTV® and Escient® brands.

Mr. Evans, 53, replaces Merle Gilmore, who served as chairman of the board since D&M Holdings was formed in 2002. Mr. Gilmore, an industrial partner of Ripplewood Holdings, has retired as director and board chairman at D&M Holdings. Mr. Evans assumed the chairman's role during the company's annual general meeting, which was held in Japan on June 29.

Mr. Evans was named co-chief executive officer of D&M Holdings in April. He previously served as president and chief operating officer of Diebold, Inc., a \$2.6-billion global technology product and services company. Prior to Diebold, Mr. Evans was a group vice president at Emerson.

“As chairman of the board of directors at D&M Holdings for four years, Merle Gilmore guided the company through many important changes, including the integration of Denon and Marantz and five additional acquisitions” said Eric Evans. “We are extremely indebted to him for his vision, dedication and leadership,” he said. “In my new role at D&M Holdings, I am looking forward to building upon the company's many successes,” he said.

Since joining D&M Holdings in April, Mr. Evans has shared the CEO responsibility with Tatsuo Kabumoto, who has been CEO for four years and has announced plans to retire. Mr. Evans eventually will succeed Mr. Kabumoto, who will at that time become an advisor to the CEO/Chairman and remain on the D&M Holdings board of directors.

Mr. Evans is a JD/MBA graduate of the Harvard Business and Law Schools and has an undergraduate degree in East Asian studies from Harvard College.

About D&M Holdings Inc.

D&M Holdings Inc. (TSE II: 6735) is based in Tokyo and owns the Denon, Marantz, McIntosh Laboratory, Boston Acoustics®, Snell Acoustics, D&M Professional, Denon DJ, ReplayTV® and Escient® brands. Denon, Marantz, McIntosh and D&M Professional are global industry leaders in the specialist home theater, audio/video consumer electronics or professional audio markets, with a strong and long-standing heritage of manufacturing and marketing high-performance audio and video components. Boston Acoustics, with its signature The Boston Sound,™ is a leader in premium loudspeakers for home and audio markets. Snell is a super premium speaker brand. The ReplayTV and Escient brands represent award-winning technologies in digital home entertainment. Additional information is available at www.dm-holdings.com.

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