



Dreamgate Corporation Bhd. (603831-K)

PRESS RELEASE

16 OCTOBER 2009

DREAMGATE CONTINUES EXPANSION PROGRAM IN MACAU

Shareholders of Dreamgate Corporation Bhd ("Dreamgate") have today, at its Extraordinary General Meeting, approved the private placement of up to 191,841,000 new ordinary shares, representing up to approximately 20% of the current issued and paid-up share capital of Dreamgate.

The proceeds from the private placement would be utilized to finance the Group's capex requirements for its slot concessions program in Macau.

"At present, the Group already has 6 slot concession venues in operations at Macau with more than 900 units of slot machines placed in these venues. We intend to continue our expansion plan at Macau and also at other locations when opportunity arises as we believe the demand of slot machines is growing steadily. In addition, we also believe the news of Chinese visa entry relaxation to Macau will contribute to the growth of our slot concessions revenue in this region", said Datuk Chuah Kim Seah, the Group Managing Director.

At the same meeting, the shareholders also approved the following:-

- (a) Proposed termination of Dreamgate's existing Employee Share Option Scheme ("Existing ESOS") which is expiring on 18 October 2010. ("Proposed Termination")
- (b) Proposed new ESOS of up to 10% of the issued and paid-up share capital of Dreamgate at any point in time, for the eligible directors (including non-executive directors) as well as the employees of the Dreamgate Group. ("Proposed New ESOS")

The Proposed Termination is necessary as the current pricing terms of the Existing ESOS is no longer attractive and to facilitate for the implementation of the Proposed New ESOS.

Proceeds raised from the exercise of options arising from the new ESOS shall be utilized for the Group's working capital, as and when received.

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This press release can be found at www.dreamgatecorp.com

ABOUT DREAMGATE

Dreamgate Corporation Bhd (603831-K) was incorporated on 16 January 2003 and is an investment holding company listed in Main Market of Bursa Malaysia. Dreamgate and its subsidiaries are involved in:

- (1) Sales & marketing, manufacturing of electronic gaming machines and equipments;
- (2) Machines concession program & technical support management; and
- (3) Equity investment and management of boutique casinos and clubs with gaming licenses.

At present, Dreamgate has marked its presence and operates in Malaysia, Kingdom of Cambodia, Laos PDR, Vietnam, Singapore, Macau SAR, Philippines and Japan.

Our vision is to become the leading manufacturer and concession operator in the gaming industry as well as a leading provider of hospitality and leisure services.

Issued by Dreamgate Corporation Bhd

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