



*PAYTON GROUP*  
*INTERNATIONAL*

Thursday, July 02, 2009

Payton Industries, the parent company of Payton Planar Magnetics (PAYT) informs that it is negotiating a possible purchase of a real-estate property located in the central area of Israel, at a value of NIS 13 Millions +V.A.T (€2.9 Millions + V.A.T).

The property is an Industrial building in a stage of a frame, built on a 4,500 square meters plot and consist of a basement/parking lot of 2,000 square meters and two floors above it, 2,000 square meters each.

This building is planned to serve Payton Group instead of its current three leased local facilities.

The transaction is subject to a financial and legal due-diligence, board resolutions and the execution of a purchase agreement.

The Group estimates these negotiations will last few weeks; if and when an agreement will be signed additional notice will be given.