



PAYTON GROUP
INTERNATIONAL

PRESS RELEASE

March 10, 2011

Payton Planar Magnetics acquires industrial property

New building will house 3 current leased facilities

Rishon Le Zion (Israel) – March 10, 2011- Payton Planar Magnetics today announces that it has signed an agreement to purchase a real-estate property for a total amount of about € 2,7 million (excl 16% VAT). The Company expects to finance the transaction by its own financial resources.

The industrial property will house the activities of the three currently-leased local facilities in one single new building. The management expects that centralizing the activities in the new building will lead to economies of scale and also offer opportunities for synergies between product lines.

The property area is 4,500 square meters and located in the central area of Israel. It consists of a basement/parking lot of 2,000 square meters and two floors above, each of 2,000 square meters. The foundation and framing phases of the industrial building have been finalised and Payton anticipates that it could take about two years to be fully operational. The additional costs required for the completion and the move are estimated to about € 2.8. Payton will consider of how to finance the additional cost, either by a bank loan or with its own resources.

The agreement execution is still subject to a suspending condition, valid for 90 days from its signing date, and concerns the completion of the property registration in the local Real-estate registration office.

<p>For more information, please visit Payton's web site at www.paytongroup.com or contact Michal Lichtenstein, CFO at 00- 972-3-9611164 -Michal@paytongroup.com or Alexandra Niehe at 00-32 2 713 0 714 - aniehe@citigate.be</p>

About us

Payton Planar Magnetics Ltd., an Israeli-based high-tech company, designs, manufactures and markets Planetics[®], its customized line of planar transformers and inductors to Original Equipment Manufacturers and their suppliers of power electronics. The group currently employs 164 people (including executive officers). Planar Magnetic Components are used in end products in various industries, including Telecommunications, cellular infrastructure, welding machines, Military/Avionics, portable equipment and consumer goods. Planar Magnetics is a revolutionary design technology that is superior to conventional transformers and inductors, and has already been accepted by electronics design engineers as the state-of-the-art in high frequency power electronics design. Payton Planar Magnetics is a subsidiary of Payton Industries, headquartered in Israel, and has manufacturing and marketing operations in Israel and in the United States. Payton Planar Magnetics is publicly traded on the Euronext stock exchange in Brussels (ticker: PAY).