

DENON

For Immediate Release

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**DENON' S A/V RECEIVER LINE IS THE "HUB"
OF THE HOME ENTERTAINMENT SYSTEM**

-- Connectivity makes A/V Receiver Heart of the Entertainment... --

Mahwah, NJ – January 8, 2007 — Denon Electronics, one of the world's premier manufacturers of high-quality home entertainment components, will display its advanced lineup of audio/video surround sound receivers at its Dealer Meetings in Las Vegas, each designed to serve as the centerpiece of an integrated home entertainment system.

Denon's most recent A/V receiver introductions include the flagship **AVR-5805CI**, (SRP: \$7,200), the **AVR-2307CI** (SRP: \$799), **AVR-1907** (SRP: \$549), **AVR-1707** (SRP: \$449) and **AVR-1507** (SRP: \$329). Rounding out the line are the following high-performance models: **AVR-4806CI** (SRP: \$4,000), **AVR-4306** (SRP: \$1,999), **AVR-3806** (SRP: \$1,299), **AVR-2807** (SRP: \$1,099).

Superb Sound Quality; Expanded A/V Control and Interoperability

All Denon receivers combine superb sound quality with expanded audio/video control for ease of use. Featuring HDMI 1.1 with 1080p and multi-channel audio compatibility from the flagship AVR-5805CI down the line to the AVR-2307CI, as well as a full complement of current surround sound decoding technologies from Dolby and dts, Denon's receiver line strives to give customers choice for excellent sound and video. The current Denon receiver line-up provides analog and digital connectivity for today's audio and video components, including Blu-Ray and HD-DVD, allowing users to integrate their systems for the ultimate in performance, simplicity and enjoyment.

XM Radio and iPod Connectivity

Many of Denon's A/V receivers now feature the ability to decode XM Radio's new XM HD Surround, a 5.1 channel stream using Neural Surround Technology including models AVR-5805CI, AVR-2307CI, AVR-1907, AVR-1707, & AVR-1507.

By connecting the optional Denon iPod docking station (SRP: \$129) to models, AVR-2807, AVR-2307CI, AVR-1907, AVR-1707, & AVR-1507, users can enjoy complete command and control of their iPods via their remote control and main on-screen display, and can stream music, photos and video from their iPods through their home entertainment system. The iPod docking station is available in a black or white finish.

AVR-5805CI: New Flagship Receiver Adds Custom Installation-Friendly Features

Denon is adding to its award-winning receiver line with the flagship AVR-5805CI receiver, a single-component home entertainment distribution solution that builds on the unprecedented technological capabilities of its predecessors and adds several new features that are particularly beneficial for professional custom installers.

The AVR-5805CI is the first fully compatible A/V Receiver with the new Audyssey MultEQ XT Pro setup and calibration package, which measures ideal sonic performance in up to 32 different positions, allowing installers to define the ultimate sound quality for virtually any size or shape room.

The AVR-5805CI offers a no-compromise four-zone home theater experience with the finest audio and video performance available. It features 22-channels of output capability with 10 fully assignable 170-watt THX Ultra2 certified amplifiers, providing dual 5.1 system capability and much more. In addition, for maximum enjoyment and image quality from all digital video sources, the AVR-5805CI has plenty of audio/video inputs including 5 HDMI inputs that provide support for 1080p sources. The AVR-5805CI can upconvert any analog video source up to 1080p via HDMI output. This technology makes it ideal for use with today's HDTV display devices.

Adding functionality, the AVR-5805CI includes an Ethernet port for networking capability that allows Internet radio access, web browser setup and a control function as well as connectivity to

a 3rd party controller. Additionally, the Ethernet port lets users access and listen to music stored on a Windows PC and the on board web browser allows for installers to setup and configure the AVR-5805CI from any PC on the end user's network, while also providing for multi-zone control of the unit.

AVR-2307CI: High-Value, High-Performance, New Custom Install-Friendly Features

The high-performance 7-channel Denon AVR-2307CI receiver includes many of the same features that distinguish Denon's higher-priced units. Among its advanced technologies are HDMI digital video source switching, plus a variety of new capabilities geared specifically toward the custom installation market. For total flexibility and superior performance, it offers two HDMI 1.1 inputs and one output; both inputs accept and decode multi-channel uncompressed PCM audio (24-bit/192-kHz 2 channel and 24-bit/96-Hz 7.1 compatible). In addition, for maximum performance from all video sources, the AVR-2307CI can upconvert all incoming analog video signals (composite, component and S-Video) and output via HDMI. Ensuring its "future-readiness," the AVR-2307CI also features 8-channel analog input capability for new high-definition sources including Blu-Ray and HD-DVD, as well as coaxial and optical audio inputs.

AVR-1907, AVR-1707, AVR-1507: Exceptional Performance, High-Value

The new Denon AVR-1907, AVR-1707, and AVR-1507 are advanced 7-channel receivers (85 watts/channel, 75 watts/channel, 75 watts/channel, respectively) that provide custom installers with more flexibility while giving consumers a simple and affordable way to bring the enjoyment of cinema-like surround sound audio into their lives. The AVR-1507, for instance, is truly the epitome of a surround sound audio "starter" solution. Like Denon's higher-priced units, it features 8-channel analog input for future-readiness, as well as a host of features such as Dolby and dts surround decoding and Analog Devices ADAU-1328 Audio DACs to ensure optimum audio performance.

About Denon Electronics

Denon is a world leader in the manufacture of the highest quality home theater, audio and software products. Denon is recognized internationally for innovative and groundbreaking products and has a long history of technical innovations, including the development and first commercialization of PCM digital audio. Denon Electronics is owned by D&M Holdings Inc.

About D&M Holdings Inc.

D&M Holdings Inc. (TSE I: 6735) is based in Kawasaki, Japan 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 automotive 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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