



FOR IMMEDIATE RELEASE

DGT HOLDINGS REPORTS
SECOND QUARTER OF FISCAL 2014 FINANCIAL RESULTS

April 4, 2014

NEW YORK, April 4, 2014 – DGT Holdings Corp. (OTCBB: DGTC) (“DGT Holdings” or “The Company”) today announced unaudited financial results for its second fiscal quarter ended January 31, 2014.

FINANCIAL PRESENTATION

Commencing with the first quarterly period of fiscal 2014, the Company's quarter-end dates will coincide with the calendar quarter-end dates. Prior to that time, the Company's quarter-end dates were based on fiscal quarters ending on the thirteenth Saturday of such fiscal quarter. The Company's quarter-end date was January 26 for the fiscal 2013 period.

The Company's operations currently consist of a real estate business from a rental building retained from the sale of its Medical Systems Group on November 3, 2011. The operating results for the Power Conversion Business and for the Medical Systems Group, as well as the gains on disposals of such units, are reported as discontinued operations for all periods presented. Continuing operations consist of the real estate business, investments, and general and administrative expenses.

FINANCIAL RESULTS

Quarter Results

Revenues from continuing operations, consisting of rental revenue from the Company's real estate, decreased \$95,000 from \$212,000 in the quarter ended January 26, 2013, to \$117,000 for the same fiscal 2014 period. Property operating expenses, consisting of depreciation and rental-related costs, decreased \$60,000 from \$92,000 in the quarter ended January 26, 2013, to \$32,000 for the same fiscal 2014 period. General and administrative expenses decreased \$214,000 from \$624,000 in the quarter ended January 26, 2013, to \$410,000 for the same fiscal 2014 period.

The loss from continuing operations before income taxes was \$318,000 and \$419,000 for the quarters ended January 31, 2014 and January 26, 2013, respectively, a decrease of \$101,000.

The Company had a net loss of \$335,000 for the quarter ended January 31, 2014 compared to a net loss of \$556,000 for the quarter ended January 26, 2013. This decrease is primarily the result of cost cutting of administrative expenses.

Six Month Period Results

Revenues from continuing operations, consisting of rental revenue from the Company's real estate, decreased \$169,000 from \$401,000 in the six months ended January 26, 2013, to \$232,000 for the same fiscal 2014 period. Property operating expenses, consisting of depreciation and rental-related costs, decreased \$105,000 from \$168,000 in the six months ended January 26, 2013, to \$63,000 for the same fiscal 2014 period. General and administrative expenses decreased \$537,000 from \$1,253,000 in the six months ended January 26, 2013, to \$716,000 for the same fiscal 2014 period.

The loss from continuing operations before income taxes was \$519,000 and \$964,000 for the six months ended January 31, 2014 and January 26, 2013, respectively, a decrease of \$445,000.

The Company had a net loss of \$558,000 for the six months ended January 31, 2014 compared to a net income of \$7,325,000 for the six months ended January 26, 2013. This decrease is primarily the result of a \$8,795,000 gain from the sale of the Company's Power Conversion Business in August 2012.

FINANCIAL CONDITION

At January 31, 2014, the Company held \$2.0 million of unrestricted cash, \$1.2 million of restricted cash, and \$49.9 million of investments.

ABOUT DGT HOLDINGS

DGT Holdings Corp. currently owns and leases an industrial building through its Italian subsidiary. The Company is currently searching for investment opportunities in profitable operations, where it can utilize its existing working capital and maximize the use of its net operating losses.

The Company's website is www.dgtholdings.com.

DGT Holdings Corp.
Terry Gibson
Chief Executive Officer
Chief Financial Officer
(408) 399-6490

DGT HOLDINGS CORP.
STATEMENTS OF OPERATIONS
(In thousands except per share data)
(Unaudited)

	Quarter Ended January 31,		Six Months Ended January 31,	
	2014	2013	2014	2013
Rental revenues	\$ 117	\$ 212	\$ 232	\$ 401
Property operating expenses	32	92	63	168
General and administrative expenses	410	624	716	1,253
Total expenses	442	716	779	1,421
Operating loss	(325)	(504)	(547)	(1,020)
Other income, net:				
Other income	1	101	11	60
Interest income	6	(16)	17	(4)
	(318)	(419)	(519)	(964)
Loss from continuing operations before income taxes				
Provision for income taxes	(17)	(63)	(39)	(88)
Loss from continuing operations, net of taxes	(335)	(482)	(558)	(1,052)
Loss from discontinued operations, net of taxes	-	(74)	-	(418)
Gain on disposal of discontinued operations, net of taxes	-	-	-	8,795
Net loss	\$ (335)	\$ (556)	\$ (558)	\$ 7,325
Basic and diluted income (loss) per share:				
Continuing operations	\$ (0.10)	\$ (0.12)	\$ (0.17)	\$ (0.27)
Discontinued operations	\$ -	\$ (0.02)	\$ -	\$ 2.16
Net loss	\$ (0.10)	\$ (0.14)	\$ (0.17)	\$ 1.89
Weighted average shares outstanding	3,291,604	3,879,468	3,291,604	3,867,820

DGT HOLDINGS CORP.
BALANCE SHEETS
(In thousands)

	<u>January 31, 2014</u>	<u>July 27, 2013</u>
ASSETS	<i>Unaudited</i>	
Current assets:		
Cash and cash equivalents	\$ 2,004	\$ 8,996
Prepaid expenses and other current assets	1,295	1,349
Assets held for sale	948	948
Total current assets	<u>4,247</u>	<u>11,293</u>
Property and equipment, net	2,460	2,477
Investments in marketable securities	<u>49,941</u>	<u>38,611</u>
 TOTAL ASSETS	 <u>\$ 56,648</u>	 <u>\$ 52,381</u>
 LIABILITIES AND SHAREHOLDER'S EQUITY		
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 81	\$ 95
Accrued expenses	51	190
Total current liabilities	<u>132</u>	<u>285</u>
Deferred income taxes	<u>455</u>	<u>463</u>
Total liabilities	<u>587</u>	<u>748</u>
Commitments and contingencies		
STOCKHOLDERS' EQUITY		
Common stock (\$0.10 par value; 100,000,000 authorized; and 3,291,604 issued)	329	329
Treasury stock (202,689 shares, at cost)	(7,429)	(7,429)
Additional paid-in capital	87,978	87,879
Accumulated other comprehensive income	13,283	8,396
Accumulated deficit	<u>(38,100)</u>	<u>(37,542)</u>
Total stockholders' equity	<u>56,061</u>	<u>51,633</u>
 TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	 <u>\$ 56,648</u>	 <u>\$ 52,381</u>