

## Transaction News - Teradyne

Teradyne Agrees to Acquire Assets of E-M-Solutions; Purchase Expected to Extend Vertical Integration Advantage in Electronic Manufacturing Services

BOSTON--(BUSINESS WIRE)--Aug. 2, 2001--Teradyne, Inc. (NYSE: TER) today announced an agreement to acquire a substantial majority of the domestic assets of E-M-Solutions and the stock of its foreign subsidiaries. In conjunction with the agreement, E-M-Solutions today voluntarily petitioned for reorganization under Chapter 11 of the U.S. Bankruptcy Code. Terms of the proposed transaction call for a purchase price of up to \$85 million, and completion requires approval of the bankruptcy court. The transaction is expected to become accretive in 2002, adding over \$200 million of revenue. The acquisition of the E-M-Solutions assets will expand the capabilities of Teradyne's Connection Systems (TCS) division based in Nashua, New Hampshire.

E-M-Solutions, based in Fremont, California is a leading electronic enclosure manufacturer that provides value-added system assembly and electro-mechanical integration services. Its customers are major original equipment manufacturers (OEMs) in the computing, data networking, communications and data storage markets.

"This acquisition will strengthen TCS's position as an electronic systems integration partner with our customers," said Rick Schneider, Teradyne Connection Systems President. "E-M-Solutions' capabilities, including metal fabrication expertise, integration facilities and skilled employees, will enhance TCS's ability to offer vertically integrated electronic manufacturing solutions. When the combination of TCS and E-M-Solutions is complete, TCS will be better positioned to provide complete solutions for our customers' complex electronic packaging needs."

Under the terms of the deal, Teradyne will acquire certain assets and businesses of E-M-Solutions located in the United States and the stock of its foreign subsidiaries. The subsidiaries located in Lisburn, Northern Ireland and Guadalajara, Mexico are not part of the bankruptcy filing.

The transaction is subject to bankruptcy court approval and customary regulatory review and is expected to close in the fourth quarter of 2001.