

Audiovox Completes Acquisition of Terk Technologies Corp.

HAUPPAUGE, N.Y., Jan 04, 2005 /PRNewswire-FirstCall via COMTEX/ -- Audiovox Corporation (Nasdaq: VOXX) today announced that its subsidiary, Audiovox Electronics Corp. (AEC) has completed its purchase of assets of Terk Technologies Corp. ("Terk") for a purchase price of \$13.1 million plus debentures based on achieving future revenue targets.

Terk is a leading provider of satellite radio receivers and digital antenna products. The Company has an agreement in place to provide and develop existing and future car stereo aftermarket products for XM Satellite Radio. Some of Terk's other products include TV and AM/FM antennas with an emphasis today on High Definition (HD) technology. Terk also exclusively distributes the Vogel line of high-end LCD and Plasma TV mounting systems in the United States and AEC will assume this distributorship.

Commenting on the deal, John Shalam, Chairman, President and CEO of Audiovox Corporation said, "As previously stated, we believe this acquisition further solidifies our presence in the specialized satellite radio category and adds several new high-tech components to our product mix." Shalam further stated, "This acquisition is an exciting way to start 2005 and what we hope will be the first of several niche opportunities in the M&A arena that will enhance our technology offerings, our customer relationships and our financial results over the long-term."

Patrick Lavelle, President and CEO of AEC commented, "We are pleased that we were able to complete this transaction quickly. It very important for this transaction to be seamless to our customers and for there to be steady uninterrupted service and product supply throughout the process." Lavelle added, "To further maintain continuity we are bringing over the entire product development team and will look to support this group with additional personnel and resources to insure Audiovox's leadership position in satellite radio product development."