

Joint Press Release

Pacific Turbine Brisbane Ltd (“PTB”) and IAP Group Australia Pty Ltd (“IAP”) are pleased to announce the merger of their respective businesses.

PTB has acquired the share capital of IAP and as such becomes the Parent company. Mr. Steve Ferris, principal and founder of IAP, has become a Director and substantial shareholder of PTB, and remains Managing Director of IAP.

There will be no changes in the operations of any of the three business units (PTB, IAP and Aeropelican).

PTB is a specialist aircraft turbine engine trading and overhaul facility specializing in the PT6 and TPE331 engines. IAP is an asset management business dealing in larger engines, spare parts, aircraft sales and leasing, and airline operation. Aeropelican Air Services is a wholly owned subsidiary of IAP.

This merger has created a more diverse business and management team for the group. It has experience in all facets of aviation support throughout the life cycle of the aircraft.

The asset management philosophy covers:

- the initial sales and leasing of the aircraft
- the maintenance and spares supply during its operational life
- the extraction of residual value in the aircraft when it is finally retired from service.

The Directors believe this merger will strengthen and enhance the group allowing expansion and growth into new markets. All companies have strong backgrounds in their respective businesses and this merger creates a formidable force in Aviation Sales and Support in the International Market.

IAP was established in 1983 and is based in Sydney NSW Australia.

PTB is listed on the Newcastle Stock Exchange and is based at Brisbane QLD Australia.

The new group is expected to be listed on the Australian Stock Exchange (ASX) late in 2006.



Craig Baker
Managing Director
Pacific Turbine Brisbane Ltd



Steve Ferris
Managing Director
IAP Group Australia Pty Ltd

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