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## **REVETEC X4 ENGINE**

## **DIRECTORS ANNOUNCEMENT – MAY 2007**

Over the past month we have completed the first round of testing for power, torque and fuel consumption which provided us with figures which are favourable and in line with our current Australian Government Grant target.

The figures and dynamometer graphs will only be published after independent certification. We are very happy with the preliminary test results to date which indicate an improvement in power (26%), torque (22%) and fuel consumption (29%) over the benchmarked conventional engine.

The next stage of testing involves modifying the engine for installation into a car so that the fuel consumption (Litres per 100km) can be independently certified, by undertaking testing of the engine under Australian and International guidelines.

During this stage we will take the opportunity to improve some engine components which will be modified to increase the durability of engine performance.

The Directors anticipate that the independent testing will be completed within the next three (3) months.

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Charles Chan Managing Director