

ASX / Media Release

1 August 2011

ASX Code: ATJ

Company Overview

Automotive Technology Group (ATG) is the designer and manufacturer of the patented low emission, high fuel efficiency Sprintex® twin screw supercharger.

The Sprintex® twin screw supercharger is the most efficient supercharger in the world but has been comparatively expensive to produce resulting in the supercharger market being dominated by less efficient Roots style superchargers. Following a major step of its business plan being achieved - low cost volume manufacturing in an offshore automotive centre - ATG is now ideally positioned to participate in the exponential growth underway in the global forced induction marketplace.

Fast Facts

Shares on Issue: 343m
Options: 29m
Market Capitalisation: approx. \$8m

Directors / Senior Management

Richard Siemens Steven Apedaile Michael Wilson Richard O'Brien Michael van Uffelen Jay Upton Ion Williams Non-Executive Chairman Managing Director Non-Executive Director Independent Director Chief Financial Officer Business Dev. Manager General Mgr. - Operations

Recent ASX Announcements

- 14/07/11 Agreement for USA OEM representation signed.
- 5/07/11 Agreement for Malaysian JV signed.
- 27/05/11 ATG to raise up to \$6.9 million via an entitlement issue.
- 29/04/11 ATG receives first purchase order for supply of Sprintex supercharger systems on Proton Satria Neo.
- 14/02/11 MOU with Proreka, a Malaysian auto parts manufacturer to establish a JV Sprintex supercharger manufacturing facility.
- 7/02/11 ATG's Sprintex supercharger confirmed as world's most efficient supercharger system.
- 9/11/10 ATG focuses growth plans on becoming Original Equipment Supplier for automotive OEM companies.

Company Contacts

Managing Director: Steven Apedaile Tel: +61 8 9262 7277

Patersons Appointed Lead Manager for ATG's Entitlement Issue Shortfall Placement

Automotive Technology Group Limited (ASX: ATJ, "ATG" or "the Company") is pleased to announce that Patersons Securities Limited ("Patersons") has been appointed as Lead Manager to place any shares not subscribed to by existing ATG shareholders under the Entitlement Issue which is currently open to shareholders ("Shortfall").

ATG has issued a prospectus for an entitlement issue of one (1) fully paid share in the Company ("Shares") for every one (1) Share held by shareholders at 5.00pm on the record date of 21 July 2011 at an issue price of \$0.02 per Share.

The purpose of the Entitlement Issue is to raise up to \$6,854,325 which will be used to fund investment in a joint venture manufacturing facility to be established in Malaysia, the purchase of equipment, to increase in-house component manufacturing capacity, repay short-term loans and to fund working capital.

The Company advises that its Directors have agreed to participate in the Entitlement Issue for a minimum of 162,500,000 shares which amounts to \$3.25 million of the \$6.85m available under the Entitlement Issue.

The Entitlement Issue offer will close on 10 August 2011 at which point the Company will commence placing any shares under the Entitlement Issue not subscribed to by existing shareholders. Patersons will work on a best endeavours basis to place any Shortfall that is available.

"ATG looks forward to working with Patersons to ensure the maximum amount possible is raised under the Entitlement Issue," said Mr Steven Apedaile, Managing Director of ATG.

"This appointment follows the achievement of a number of significant milestones in the Company's transition from being solely an aftermarket supplier to a supplier of the Sprintex® supercharger systems directly to automotive companies. My fellow Directors and I are participating a minimum of \$3.25m under this Entitlement Issue and encourage all shareholders to participate in this exciting new chapter for the Company".





About Automotive Technology Group

Automotive Technology Group Limited ("ATG") listed on the ASX in May 2008. It is the designer and manufacturer of the patented low emission, high fuel efficiency Sprintex® twin screw supercharger product range.

Motor vehicle and motorcycle manufacturers are increasingly turning to superchargers to help meet tougher vehicle emissions and fuel efficiency targets being set by governments globally, and the Sprintex® supercharger achieves these two goals while ensuring that engine performance is not compromised.

ATG operates from a specialist research and development, and low volume manufacturing facility in Perth, Western Australia and is establishing a high volume, low cost manufacturing facility in Malaysia with a joint venture partner, Proreka.

Kenmar Corporation is ATG's exclusive sales representative for the original equipment manufacturer market (OEM) in North and South America and Proreka (M) Sdn. Bhd. is ATG's exclusive sales agent for Asia and exclusive distributor for Malaysia.

Visit www.atggroup.com.au or www.sprintex.com.au for more information.