



5 July 2011

ASX Code: ATJ

Company Overview

Automotive Technology Group (ATG) is the designer and manufacturer of the patented low emission, high fuel efficiency Sprintex® Supercharger product range. The Company's vision is to be a leading developer and manufacturer of innovative 'green' automotive technologies to world markets.

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

Fast Facts

Shares on Issue:	342m
Options:	29m
Market Capitalisation:	approx. \$8m

Directors / Senior Management

Richard Siemens	Non-Executive Chairman
Steven Apedaile	Managing Director
Michael Wilson	Non-Executive Director
Richard O'Brien	Independent Director
Jay Stephenson	Company Secretary
Michael van Uffelen	Chief Financial Officer

Major Shareholdings

Michael and Megan Wilson	19.60%
Richard John Siemens and Co.	19.50%
Steven Apedaile and Co.	16.10%
Euro Mark Ltd.	11.00%

Recent ASX Announcements

- 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

AGREEMENT FOR MALAYSIAN JV SIGNED

Automotive Technology Group (ASX: ATJ) (ATG) is pleased to announce that following the successful completion of a comprehensive feasibility study, it has signed a binding Agreement with Proreka (M) Sdn. Bhd. (Proreka), a Tier 1 automotive component manufacturer and supplier to various Asian car companies including Proton and Toyota, to form a joint venture for a manufacturing facility for ATG's Sprintex® superchargers in Malaysia. Under the Agreement:

- ATG and Proreka will invest an estimated US\$2.5m into the Malaysian joint venture company, to establish a low cost manufacturing facility for the highly efficient Sprintex® supercharger range for Asia with an initial capacity of 20,000 units p.a;
- ATG and Proreka will each own 50% equity in the new joint venture company;
- ATG will earn a royalty for the intellectual property vested in the patented Sprintex® technology;
- The manufacturing facilities will be available to assemble ATG supercharger systems for global distribution;
- Proreka will be appointed exclusive sales agent for Asia, leveraging off their established OEM and after-market relationships; and
- Proreka will be the exclusive distributor for Malaysia and has already placed an inaugural order for 500 Proton Satria Neo supercharger systems.

ATG's Managing Director, Mr Steven Apedaile said "The partnership with Proreka not only provides ATG with a significant manufacturing cost advantage but also enables ATG to benefit from Proreka's established and proven distribution channels".

"Our world leading products will now be even more competitively priced and produced in high volume to meet the demands of the most discerning and cost conscious customers".

Proreka's Executive Director, Mr Thomas Lim said "The opportunity for Proreka to package a supercharger system with its body enhancement products enables Proreka to offer customers a complete performance upgrade with the world's most efficient supercharger at its heart. This partnership combines ATG's 'know-how' with Proreka's existing technologies as well as local and regional networking into a formidable combination".

Assembly of superchargers and systems in Malaysia is expected to commence in the fourth quarter of 2011 and manufacturing of superchargers will follow in the first quarter of 2012, positioning ATG firmly on its intended path of being a supplier to OEMs. The manufacturing facility will be located in Malaysia, close to many other automotive manufacturers providing an excellent skill base and logistical location for the operations.





About Automotive Technology Group

Automotive Technology Group listed on the ASX in May 2008. It is the designer and manufacturer of the patented low emission, high fuel efficiency Sprintex® Supercharger product range. The Company's vision is to be a leading developer and manufacturer of innovative green automotive technologies to world markets, in particular in the manufacturer of superchargers.

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.

The Company operates from a specialist research and development, and manufacturing facility in Perth, Western Australia.

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

About Proreka

Proreka (M) Sdn. Bhd. is a Malaysian Tier 1 vendor and manufacturer of OEM automotive parts and components for various leading international car manufacturers. Proreka has recently agreed to become a wholly owned subsidiary of Malaysian Stock Exchange listed group AutoV Corporation Bhd. (www.autov.com.my). The share sale agreement is subject to regulatory approval and expected to be completed in August 2011.

Proreka has advanced in-house development and production facilities (supported by its capabilities in manufacturing, engineering and R&D) from initial concept deliberations to final product manufacturing and mass production. Proreka manufactures a range of quality OEM automotive parts and components which are mass-produced for leading car brands including Proton and Toyota in Malaysia and throughout Asia. It has established a strong reputation for delivery of quality products and services to major car brands within the markets it operates. Further information is available at the Proreka website www.proreka.com.