



VMOTO SHIPS FIRST ELECTRIC SCOOTERS TO MALAYSIA

ANNOUNCEMENT

7 FEBRUARY 2012

Vmoto Limited ("Vmoto" or "the Company") (ASX:VMT) is pleased to announce it has commenced shipments of its 120S Electric scooter to Malaysian electric vehicle company, Eclimo Sdn Bhd ("Eclimo").

Pursuant to the initial ordering plan agreed between the Company and Eclimo, Vmoto will supply a total of 1,274 units of its rolling frames in completely knocked down ("CKD") form. The first shipment of 72 units is underway and is expected to arrive in Malaysia shortly, with a further 216 units scheduled to leave in February 2012. Subsequent shipments will consist of 3 containers (216 units) per month through to July 2012. Following the successful completion of this initial order of 1,296 units in July, it is anticipated that a further supply agreement will be negotiated.

The CKD units provided by Vmoto consist of all components other than batteries and the electric motor, which will be supplied independently. Eclimo holds one of two local manufacturing licenses for the manufacture and distribution of electric scooters in Malaysia. Malaysian law requires that products are predominantly assembled in Malaysia using local labour and as such the scooters are shipped in CKD form and assembly is completed in Malaysia. Vmoto will send two technicians to Malaysia to assist with assembly of the first scooters.

The stator block for the scooters is provided by KLD Energy Technologies based in Austin Texas, USA, the battery system for the scooters is provided by ETI Tech of Malaysia, and uses their state of the art electric system which has been integrated in the Vmoto scooter range over the past 18 months. The 5000w motor employs patented technology that allows for extended range and battery life and higher top speeds and is considered extremely high performance in comparison to existing motors. The scooter will run on lithium batteries.

The scooter will be marketed on an OEM basis by Eclimo and will be called the Eclimo ES 11. Eclimo is also establishing new dealer premises within Malaysia to distribute the scooters.

The Malaysian Government has embarked on an aggressive program to make Malaysian transport systems the greenest in Asia and Eclimo has had substantial Government support with the project. Eclimo has stated that it would initially like to sell "more than



ASX CODE: VMT

A B N 3 6 0 9 8 4 5 5 4 6 0

Level 12
251 Adelaide Terrace
PERTH WA 6000

Telephone: (61-8) 9221 6175
Facsimile: (61-8) 9325 5313

www.vmoto.com

20,000 electric scooters as part of a program to advance the country's clean energy strategy."

This is one of a number of new supply agreements that Vmoto has seen come to fruition recently. The Company will shortly provide a further announcement in the form of an update of recent developments.

AUTHORISED BY:

Charles Chen
Managing Director