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## News Release

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# Azure Dynamics Announces Concurrent Financings Totalling \$30 million

Toronto, Ontario - June 14, 2004

[Azure Dynamics Corporation](#) (“Azure” or the “Company”) ([TSX: AZD](#)), a leading developer of hybrid electric powertrains for commercial vehicles is pleased to announce that it has filed a preliminary short form prospectus in respect of a proposed public offering of its common shares in Canada and has also filed the first stage of its application for a listing on the Alternative Investment Market (“AIM”) in London, England.

In London, Bridgewell Limited and Bridgewell Securities Limited (collectively “Bridgewell”) are acting as the Company’s nominated financial advisors and stockbrokers respectively in connection with its proposed listing on AIM and a placing of new common shares to investors in Europe of up to £10 million in value. In Canada, Paradigm Capital Inc. will act as agent on a best efforts basis in connection with the offering of new common shares to investors of up to Cdn\$10 million in value. It is anticipated that the aggregate gross proceeds from the domestic and the international financings are expected to be equivalent to approximately Cdn\$30 million, although, the actual maximum amount and the price per share will be set in light of market conditions.

The preliminary prospectus has been filed with applicable securities regulators in the provinces of British Columbia, Alberta, Ontario and Quebec. The securities offered have not been registered under the United States’ *Securities Act of 1933*, as amended, and may not be offered or sold in the United States in the absence of registration or an applicable exemption from the registration requirements. This press release shall not constitute an offer to sell or the solicitation of an offer to buy nor shall there be any sale of these securities in any State in which such offer, solicitation or sale would be unlawful.

[Azure Dynamics Corporation](#) provides Hybrid Electric Vehicle technology for light and medium duty commercial vehicles in urban areas. Azure is a public company trading on the Toronto Stock Exchange (TSX). The company is currently working with various partners and customers worldwide including Purolator Courier, Canada Post, London Taxis International, Leyland Product Development, Renault Trucks UK, and the United States Postal Service. Azure has employees based in Canada, the United States and the United Kingdom.

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**Note:** The foregoing information may contain forward-looking statements which involve known and unknown risks, uncertainties and other factors which may cause the actual results to be materially different from any future results, performance or achievements expressed or implied by such statements. Such factors include, but are not limited to: the ability to raise the capital required for product

development and operations, product development delays, changing environmental regulations, the ability to attract and retain business partners, competition from other developers of hybrid electric vehicle control systems, competition from other advanced or existing power technologies, evolving markets for power for transportation vehicles. These factors should be considered carefully and readers should not place undue reliance on Azure's forward-looking statements. Investors are encouraged to review the risks detailed from time to time in the company's filings with regulatory authorities.

**FOR MORE INFORMATION, CONTACT:**

Greg Francis, Senior Vice-President, Finance and CFO, Azure Dynamics Corporation  
(416) 367-0220 ext 110  
Email: [gfrancis@azuredynamics.com](mailto:gfrancis@azuredynamics.com)

Allan Bertie, Director, Bridgewell Limited  
44 (0)207-003-3000  
Email: [allan.bertie@bridgewell.co.uk](mailto:allan.bertie@bridgewell.co.uk)

Peter Greenwood, Partner, Corporate Finance, Paradigm Capital Inc.  
(416) 363-5476  
Email: [pgreenwood@paradigmcapinc.com](mailto:pgreenwood@paradigmcapinc.com)