

Press Release: 12 October 2006



SinterCast provides CGI cylinder block for new Hyundai Luxury Utility Vehicle

- **SinterCast-CGI series production in the strategic Asian automotive market**
- **New state-of-the-art 3.0 litre V6 turbodiesel based on a CGI cylinder block**
- **Hyundai Veracruz Luxury Utility Vehicle becomes the fifteenth passenger vehicle with a SinterCast-CGI engine**

Hyundai Motor Company, Korea's leading automobile manufacturer and the world's sixth largest vehicle producer, today launched the all-new Veracruz Luxury Utility Vehicle (LUV). The Veracruz debut also marks the introduction of a new state-of-the-art 3.0 litre V6 turbodiesel engine based on a SinterCast-CGI cylinder block. Produced at the Hyundai foundry in Jeonju, Korea, using the SinterCast process control technology, the V6 turbodiesel provides class-leading performance of 240 horsepower (60 kW/litre) and satisfies Euro IV emission standards. Following the initial application in the Veracruz LUV, the new SinterCast-CGI engine is destined to appear in other Hyundai vehicles in both the domestic and export markets.

Dr. Steve Dawson, President & CEO of SinterCast said, "We congratulate Hyundai on today's launch of the new Veracruz LUV and the market introduction of the 3.0 litre V6 turbodiesel engine. The new engine is the first result of SinterCast's January 2005 long-term Technology Licence Agreement with Hyundai and represents our first series production reference in the rapidly growing Asian automotive market. With the planned application of the new engine in other Hyundai vehicles and in the export market, this production activity provides the opportunity for mature volumes of approximately 150,000 Engine Equivalents. Overall, the Hyundai Veracruz becomes the fifteenth passenger vehicle available in the market with a SinterCast-CGI engine. We look forward to the successful series production of the 3.0 litre V6 and to continuing our support of Hyundai as they develop and introduce new CGI series production engines."

SinterCast-CGI engines can currently be purchased in 15 different vehicles in 7 different car brands: Audi, Citroen, Hyundai, Jaguar, Land Rover, Peugeot and Volkswagen (www.sintercast.com/market).

For more information, please contact:

Dr. Steve Dawson, President & CEO (+44 1932 862 100, +44 7710 026 342)

e-mail: steve.dawson@sintercast.com

SinterCast is the world's leading supplier of process control technology for the reliable high volume production of Compacted Graphite Iron (CGI). With at least 80% higher tensile strength, 45% higher stiffness and approximately double the fatigue strength of conventional grey cast iron and aluminium, CGI allows engine designers to improve performance, fuel economy and durability while reducing engine weight, noise and emissions. SinterCast produces a variety of CGI components ranging from 4 kg to 17 tonnes, all using the same process control technology. SinterCast's production agreements encompass a total of 29 foundries in 14 different countries that account for over 45% of the world production capacity for cast iron cylinder blocks and heads. SinterCast has 22 patents granted or pending in 102 national phase filings. The end-users of SinterCast-CGI components include Aston Martin, Audi, DaimlerChrysler, Ford, General Electric Transportation Systems, General Motors, Hyundai, Jaguar, Land Rover, MAN B&W Diesel, PSA Peugeot-Citroën, Rolls-Royce Power Engineering, Toyota and Volkswagen. The SinterCast share is quoted on the Small Cap segment of the Nordic List on the Swedish Stock Exchange.