



A.C.N.: 115 621 317

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16th April 2015

Directors Report

Revetec Holdings Limited

After many years of Research & Development, I strongly believe that between all past joint venture associates, companies and persons, they located, repaired, overcame or found a solution to prototype problems for our CCE technology.

Setting aside a new engine design mentioned below, Brad Howell-Smith reported that metallurgy issues found during operation of our X4 Petrol engine, were solved during the build of our First and only Diesel engine (X4D1), by Hakan of Atalan Makine, also confirmed that to myself. Due to the Iranian University's Grant funds being spent during the engine development. Hakan will not be able to return to Iran to repair a critical machining error, discovered during testing without further funding.

Matters of Importance:

- 1. Contract one or more Automotive CAD Designers,** to scale up or down our next CCE engine, using our SolidEdge ST7 licence.
- 2. Licence Agreement(s) to Manufacture & Build Revetec CCE engines.**
Basically involves;
 - a. A yearly License Fee** based on an agreed time schedule.
 - b. Royalty fee per engine manufactured,** tiered on capacity.
 - i. Up to 500cc = \$50.
 - ii. 500cc~1,000cc = \$75.
 - iii. etc...
 - iv. etc..
 - v. 10,000cc and above = \$950.
- 3. What Engines we can Manufacture.**
 - a.** Use one of our existing pre-production designs.
 - i. 2.4lt X4 Water cooled Petrol.
 - ii. 1.6lt X4 Air cooled Diesel.
 - b.** An engine scaled up or down using, a pre-production design.
 - c.** The large Diesel GenSet engine mentioned below!
- 4. Set a location & date for the next AGM to discuss.**
 - a.** Funds in reserve and financial position of RHL, in relation to Tax obligations.
 - b.** Intellectual Property (IP) maintenance: Requires funding.
 - c.** The future of RHL if adequate funding is not obtained.



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CAD engineering software

I have been unable to engage an Automotive CAD designer with licenced automotive software. For this reason we decided to update our Solid Edge CAD software, now enabling designers to use our licence to begin modelling the next CCE engine.

We now just require a suitable **CAD designer, with Time & Skills to commit to assisting Revetec** adapt and re-design our CCE technology to the large Diesel engine below.

Australian Made 1'000kW Diesel Gen-St Engine

We were recently approached by an engine manufacturing company relocating their operation back to Australia. This company has all the equipment & tooling to manufacture this engine.

The company offered to manufacture a large capacity Revetec designed diesel engine, capable of operating as a 1'000kW Gen-Set system, at no cost to Revetec.

I believe we are in a position to manufacture a large capacity pre-production Diesel engine for dynamometer testing. Update coming soon...

Two cylinder PPG engine

Final cost using quality OEM thermals and parts alone, was \$3'000 for a Twin cylinder engine.

A slower operating engine (max 3'000rpm) that's smaller, quieter, lighter and provides more combined torque & powerful than what is currently available, is in high demand.

Building a single piston, Four stroke CCE engine, aimed towards replacing less than a 500cc uncertified Aviation engines, should fulfil that don't need engine certification.

This engine build is on hold until a CAD designer can be Contracted.

We only intend to start modelling a PPG engine, if the above mentioned diesel gen-set project, does not proceed in a timely manner!

Other Inquiries

There have been several inquiries from international manufactures seeking to build engines with our CCE technology. They all want to see a working engine. Unfortunately up to the current time we have been unable to have our engines returned from India. None of these inquires have progressed.

Shareholder Email Contact:

We have only 700 of approx. 1'500 shareholders email contact details!

If you know a shareholder that is not currently receiving in-house emails, please get them to contact me or click on the "contact-us" page on our site.

Kind regards,

A handwritten signature in black ink, appearing to read 'Dennis Monamy', with a large, sweeping flourish extending to the right.

Dennis Monamy (managing director - administrator)
Revetec Holdings Limited