



VMOTO EMAX SIGNS AGREEMENT TO SUPPLY ELECTRIC DELIVERY SCOOTERS TO SPANISH POSTAL SERVICE

ANNOUNCEMENT

14 APRIL 2010

Vmoto Limited ("Vmoto" or "the Company") is pleased to announce that its electric scooter strategic alliance company, Vmoto Emax, has successfully tendered for and signed an agreement ("Agreement") with the Intermurcia SL group of Spain ("Intermurcia"), the exclusive agent for the Spanish postal service, Correos, to supply electric delivery scooters.

Pursuant to the Agreement, Vmoto Emax will supply an initial order of 128 specially designed delivery scooters to Correos within the next 3 months, with a further 300 units to be delivered by October 2010. The initial 12 month requirement is for 2,000 units.

The Spanish postal service currently has a fleet of 14,000 petrol delivery scooters and is hoping to replace up to 80% of this fleet with electric scooters over the next 3 years. The project was put to tender by Correos, with Intermurcia tendering successfully using a Vmoto Emax electric scooter.

The Vmoto Emax scooter was specifically designed for the tender and was chosen over products put forward by 12 other electric scooter companies. Correos has been evaluating the Vmoto Emax scooter for over 3 months and worked closely with the Company to make sure the final product met with its stringent requirements. The electric delivery scooter will be manufactured at Vmoto's wholly owned manufacturing facility in Nanjing, China.

Following the recent climate change discussions in Copenhagen, the Spanish Government has been one of the first Governments around the world that has embraced the need for lower emission vehicles for its Government fleets. It has also recently announced a rebate of up to 800 Euro to retail customers for electric scooter purchases in Spain.

On the back of the successful Spanish postal service tender, Vmoto Emax is currently fielding enquires from a number of other postal, delivery and courier type companies around the globe. Discussions are now taking place, the results of which will be released to market if required in due course.

In addition to the electric scooter, Correos has also ordered 100 units of Vmoto's normally aspirated petrol engine scooters for its fleet. It is anticipated delivery of these additional units will also take place in the next 2 months.



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Vmoto believes this is the first large scale contract of this type to take place in the world for zero emission delivery scooters and views the Agreement to supply Correos as extremely significant to the overall growth of Vmoto's scooter business. It also follows closely behind the first contracted delivery of 200 petrol scooters to Vietnam, as announced recently, and in conjunction with the next delivery of 500 units to the Vietnamese customer, currently being manufactured and due for shipment shortly.

Vmoto's Managing Director, Patrick Davin, who is now based in Nanjing, commented: "This is very exciting news and an extremely good start to the Vmoto Emax partnership. Everyone within Vmoto Emax has worked extremely hard to win the business and I am very proud of the achievement. This contract proves that our decision to enter into electric scooter development has been timed perfectly and I believe can be a Company maker for us. The margins from the electric scooter business are very good and the technical expertise we have gained through the alliance with Emax now makes us a global market leader. Emax were the perfect fit for us and have been a pleasure to work with over the past 6 months."

"I see this contract as being the tip of the iceberg in relation to electric scooters as an environmentally sound solution to rising fuel costs and global warming. It's a great pity Governments like Australia lag so far behind in relation to these types of issues but fantastic that a small Australian company can now be on the forefront of the electric transport business".

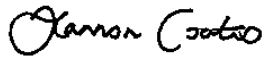
The Vmoto Emax strategic alliance is a 60/40 partnership with manufacturing taking place at Vmoto's Nanjing manufacturing facility. In addition to the Correos order, Vmoto Emax has confirmed orders for approximately 1,000 electric scooter units for delivery over the next few months.



Vmoto Emax 110 SD 65 delivery scooter specifically designed for delivering Spanish mail.

For further enquiries, please contact Trevor Beazley at Vmoto's Perth office on 92216175 or 0419939820.

AUTHORISED BY:



Shannon Coates
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About Vmoto

www.vmoto.com and www.vmotoltd.com

Australian based Vmoto Limited is a global integrated scooter manufacturing and distribution group listed on the Australian Securities Exchange. Vmoto specialises in high quality motor scooters and All Terrain Vehicles (ATV's) using state-of-the-art production facilities situated in China. Vmoto also operates an international scooter and ATV trading and distribution business in Shanghai China and a sales, distribution and design centre based in Barcelona Spain.