

Attention Business Editors:

Azure Dynamics Corporation receives award from the Canadian Institute of Energy

VANCOUVER, Feb. 4 /CNW/ - Azure Dynamics Corporation (TSX Venture - AZD) ("Azure") is pleased to announce that it is the recipient of the 2002 Applied Energy Innovation Award from the Canadian Institute of Energy (B.C.). The Applied Energy Innovation Award recognizes innovative alternative energy projects which have been implemented and installed in commercial applications in British Columbia. The award's evaluative criteria include demonstrated energy savings, environmental benefits and indirect benefits (such as productivity increases and product quality improvement), as well as the degree of innovation. It will be presented to Azure Dynamics at a luncheon in Vancouver on 27th of February.

Mr. Campbell Deacon, Chairman and CEO of Azure Dynamics said "We are very pleased to have been selected by the Canadian Institute of Energy for this prestigious award, recognizing Azure's progress toward commercialization of its Smart Energy Management Technology for hybrid-electric commercial vehicles".

Timo Makinen, Energy Awards Chair of the Canadian Institute of Energy (B.C.) said: "We are pleased to present this year's award to Azure. The successful prototype demonstrations of their technology have achieved significant emissions reductions and fuel efficiency improvements. It is exciting to see how a Vancouver-grown company is now taking its technology to national and international markets."

The Canadian Institute of Energy (CIE) (www.cienergy.org) is a broadly based, non-profit organization open to those involved in all aspects of the energy industry. The objectives of the B.C. Division are to provide a British Columbia perspective on energy technology, business and policy; to encourage energy research, education and dissemination of topical information; and to provide an unbiased forum for discussion and debate of energy-related issues. Membership at both the organizational and individual level is comprised of representatives of B.C. energy companies, consulting and service firms related to the energy industry and government and regulatory agencies.

Azure Dynamics Corporation is an innovative company that has developed proprietary hybrid electric vehicle technology for retrofit and new vehicle powertrains in the light and medium duty commercial category. Azure's intellectual property combined with interchangeable, off-the-shelf components provides an affordable and effective solution for fleet managers in applications such as the postal and courier delivery fleets.

Azure's series hybrid vehicle technology is also a gateway to fuel cells becoming practical, both economically and operationally. A series hybrid system (battery plus fuel cell) enables a reduction in the size of the required fuel stack and also allows much simpler power electronics thereby lowering the cost of the total fuel cell system and also simplifying many application issues.

The TSX Venture Exchange does not accept responsibility for the adequacy or accuracy of this release.

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