

Attention Business Editors:

Azure Dynamics receives Canadian Energy Efficiency Award

VANCOUVER, Feb. 20 /CNW/ - Azure Dynamics Corporation (TSX Venture - AZD) ("Azure") a leading developer of hybrid electric powertrains for commercial vehicles is pleased to announce that it is the recipient of the Canadian Energy Efficiency Award in the transportation category (light duty commercial vehicles). The Canadian Energy Efficiency Award, from Natural Resources Canada, recognizes the company's achievements in improving energy efficiency, reducing greenhouse gas emissions and ultimately slowing climate change.

Mr. Campbell Deacon, Chairman and CEO of Azure said "We are proud of being the recipient of this national award and of the recognition by the National Advisory Council on Energy Efficiency and the Natural Resources Canada's Office of Energy Efficiency. It is satisfying to see the Azure team rewarded for their very determined efforts that are leading to the commercialization of our "Smart Energy Management Technology".

Canada's Energy Efficiency Award is presented by the Natural Resources Canada's Office of Energy Efficiency ("OEE") to recognize significant achievements made by Canadian businesses, communities and individuals in the area of energy. The awards are managed by OEE and adjudicated with the assistance of the National Advisory Council on Energy Efficiency. The OEE's mandate is to renew, strengthen and expand Canada's commitment to energy efficiency. For further information please visit the website at <http://oee.nrcan.gc.ca/>

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 and taxis.

Azure's series hybrid vehicle technology is also the gateway to fuel cells becoming a practical reality. A series hybrid system enables a reduction in the size of the required fuel stack thereby lowering the cost of the total fuel cell system and also simplifying many application issues.

Azure Dynamics was the recipient of the 2002 Applied Energy Innovation Award from the Canadian Institute of Energy (B.C.). 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.

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.
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CNW 14:01e 20-FEB-03