



## Azure Dynamics Announces Pricing of Private Placement

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**Oak Park, MI, July 29, 2009** – Azure Dynamics Corporation (TSX: AZD) (“Azure Dynamics” or the “Company”), a leading developer of innovative hybrid green technologies that address environmental and cost issues for operators of commercial vehicle fleets, is pleased to announce that it has priced its offering for common shares that was previously announced on June 11, 2009 (the “Offering”). The Company intends to sell up to 58,823,529 common shares at a price of \$0.17 per share pursuant to the Offering, for gross proceeds of up to CDN\$10,000,000.

The Offering will be conducted on a best-efforts basis through a syndicate of agents co-led by Raymond James Ltd. and TD Securities Inc. and including Paradigm Capital Inc. and Stonegate Securities, Incorporated as co-managers (collectively, the “Agents”). In consideration for their efforts under the Offering, the Agents will be paid a cash fee equal to 6% of the gross proceeds of the Offering, payable on the closing of the Offering. The closing of the Offering is expected to occur on or about August 13, 2009.

The Offering is subject to regulatory approvals including the approval of the Toronto Stock Exchange. All securities issued pursuant to the Offering will be subject to applicable statutory, exchange and regulatory hold periods.

The Company plans to use the net proceeds of the Offering to fund its ongoing product development and commercialization efforts as well as general corporate purposes.

This news release does not constitute an offer to sell or a solicitation of an offer to buy any of the securities of Azure Dynamics in the United States. The securities have not been and will not be registered under the United States Securities Act of 1933, as amended or any state securities laws and may not be offered or sold within the United States or to U.S. Persons unless registered under the U.S. Securities Act and applicable state securities laws or unless an exemption from such registration is available.

### **About Azure Dynamics**

[Azure Dynamics Corporation \(TSX: AZD\)](http://www.azuredynamics.com) is a world leader in the development and production of hybrid electric and electric components and powertrain systems for commercial vehicles. Azure is strategically targeting the commercial delivery vehicle and shuttle bus markets and is currently working internationally with various partners and customers. The Company is committed to providing customers and partners with innovative, cost-efficient, and environmentally-friendly energy management solutions. For more information please visit [www.azuredynamics.com](http://www.azuredynamics.com).

*The Toronto Stock Exchange does not accept responsibility for the adequacy or accuracy of this release.*

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### **Forward Looking Statements**

*This press release contains forward-looking statements. More particularly, this press release contains statements concerning Azure Dynamics' business development strategy and projected commercial revenues.*

*The forward-looking statements are based on certain key expectations and assumptions made by Azure Dynamics, including expectations and assumptions concerning achievement of current timetables for development programs, target market acceptance of Azure Dynamics' products, current and new product performance, availability and cost of labour and expertise, and evolving markets for power for transportation vehicles.*

*Although Azure Dynamics believes that the expectations and assumptions on which the forward-looking statements are based are reasonable, undue reliance should not be placed on the forward-looking statements because Azure Dynamics can give no assurance that they will prove to be correct. Since forward-looking statements address future events and conditions, by their very nature they involve inherent risks and uncertainties. Actual results could differ materially from those currently anticipated due to a number of factors and risks. These include, but are not limited to, the risks associated with Azure Dynamics' early stage of development, lack of product revenues and history of losses, requirements for additional financing, uncertainty as to commercial viability, uncertainty as to product development and commercialization milestones being met, uncertainty as to the market for Azure Dynamics' products and unproven acceptance of Azure Dynamics' technology, competition for capital, product market and personnel, uncertainty as to target markets, dependence upon third parties, changes in environmental laws or policies, uncertainty as to patent and proprietary rights, availability of management and key personnel, and acquisition integration risk. These risks are set out in more detail in Azure Dynamics' annual information form which can be accessed at [www.sedar.com](http://www.sedar.com).*

*The forward-looking statements contained in this press release are made as of the date hereof and Azure Dynamics undertakes no obligation to update publicly or revise any forward-looking statements or information, whether as a result of new information, future events or otherwise, unless so required by applicable securities laws.*

### **FOR MORE INFORMATION ON AZURE, CONTACT:**

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