



Air Future Limited Newsletter March 2019

We acknowledge with thanks the support from shareholders to Christchurch after the recent tragedy.

There is now a public consciousness towards renewable energy and transport.

The inevitable advantages of the MDI product affordability, sustainability, local employment and lifestyle alternatives are gaining recognition.

This allows MDI and ourselves at Air Future to now entertain discussions with interested parties on the refreshing basis that our air energy storage applications provide undeniable advantages over lithium ion batteries and fossil fuels.

Even as late as last year this was not evident with an habitual focus being on a 'must see demonstration' as proof of what we have.

This is a significantly changed environment and what we are doing to bring the Air Future package to the Australasian market is beginning to be appreciated as very relevant.

Shareholders are reminded of the February 2019 Newsletter inviting parties to request an Information Memorandum from the Company.

Recent MDI achievements.

Showcasing: MDI successfully presented the AirPod 2.0 at Flotauto (a car fleet trade fair) in Paris on February 21st. The AirPod 2.0 was awarded the "Jury's Coup de Coeur" (Jury's favourite) for disruptive innovation. This award was accompanied by much positive feedback regarding the AirPod 2.0 design and its features.

The new European "Energy Air" vehicle classification standards now incorporate the MDI 'air' propulsion mode that will include the AirPod 2.0. This means that 'air powered' electric vehicles align alongside battery electric vehicles and can compete evenly in the market where fossil fuel vehicles are being restricted or banned within European cities. This sets a very important scene for marketing and market entry.

In their March Newsletter MDI report that "the administrative procedures relating to the approval of the AirPod 2.0 are in progress". Following this process they can launch the manufacture and market entry.



Veolia –The showcasing of the MDI-Veolia AirBom is programmed to be in Lille towards the end of this month (March). Any ‘press’ announcements following this will provide further verification to the commercialisation of the range and versatility of the MDI products.

Tata – The cooperation between MDI and Tata Motors continues with a realignment of the 2007 agreement to cater for the Tata Motors previously announced industrialisation intentions. When announced this will provide further evidence of MDI and Tata Motors relationship particularly for those awaiting an update of the current Tata industrialisation and confirmation of the strength of the Tata-MDI relationship.

MDI Newsletters - Shareholders can read the January and March MDI Newsletters which we will temporarily display on our web site at:

<http://www.theaircommunity.com/news/mdi-newsletter-january-2019/>

<http://www.theaircommunity.com/news/mdi-newsletter-march-2019/>

Also an MDI promotional video and the team at MDI can be viewed at

<https://www.mdi.lu/co-investir-dans-une-usine>

Air Future Achievements

Today’s public anticipation of change is providing us a refreshing environment to advance our Air Future projects and investment introductions. It is no longer an ‘if’ but a ‘now’ as the inevitably and advantages of the MDI applications are being applied and demonstrated in France.

Introductions at a political level are now appropriate. The offices of both the Minister of Transport and Minister of Energy have been approached and provided with information.

Ministry of Transport –

The government is sympathetic to the regulatory changes required to match the rapidly changing transport environment demonstrated by scooters, Segways, skateboards and electric bicycles having a somewhat unregulated freedom to our roads and/or footpaths but new types of smaller electric vehicles being restricted.

In correspondence with the Hon Julie Anne Genter Associate Minister of Transport the government is reviewing the regulations for environmental objectives and also “exploringnon traditional vehicles and in your case air powered vehicles..... to have a place in the New Zealand transport system”

Ministry of Energy

With a mind to our demonstrations and showcasing of the MDI technology in New Zealand during 2019 and a focus on initiating a vehicle and/or an electricity manufacturing factory we have introduced ourselves to the Minister of Energy and Resources the Hon Megan Woods.

Other government initiatives.

The government has a number of incentive programs for green initiatives.

NZ Green Investment Finance: is a \$100M investment fund launched to invest in reducing emissions. The fund is a central plank in the Government's plan to transition to a clean, green, carbon-neutral New Zealand and it delivers on a Green Party Confidence and Supply Agreement commitment.

The fund is still in the establishment phase with Board appointments expected to be completed during May with the incorporated company operational by mid year 2019.

Provincial Growth Fund: The New Zealand Government has



allocated three billion dollars over a three-year term to invest in regional economic development through the Provincial Growth Fund (PGF). The PGF is administered by the Provincial Development Unit, part of the Ministry of Business, Innovation, and Employment (MBIE). We find the criteria to access the Provincial Growth Fund projects most suitable. We are undertaking preparatory enquiries in these areas.

Projects

The AirWall unit contains the engine/compressor, storage tank, and electricity



generator.

Applications include on grid or off grid systems with solar or wind. The AirWall range will in due course encompass the larger 60kW engine, and has the ability for racking of system components. Projects demonstrating the AirWall applications to on-site electricity generation and energy storage for on and/or off grid applications are being planned.

Capital Raising

With the current initiatives and the availability of parallel funding through the government agencies for factories our prospects look sound.

We are now in a position where we can present to cornerstone investors who will provide the larger sums required.

In the meantime working capital to achieve our objectives is essential.

As an interim capital raising measure we are seeking to raise funds under a small offer by making a “personal offer” as defined in clause 12(5) of Schedule 1 to the Financial Markets Conduct Act 2013 on terms as described in the Information Memorandum (the Offer).

If you have an interest in the Offer and wish to read more you are invited to request the Information Memorandum from the Company.

In compliance with the Financial Markets Conduct Act 2013 to ensure that this newsletter is not taken as an offer document we are obliged to present the following statement:

- (a) Please note that under this shareholder letter no money is currently being sought; and
- (b) that financial products cannot currently be applied for or acquired under the offer or intended offer; and
- (c) that, if the offer is made, the offer will be made in accordance with the above Act; and
- (d) the Company is seeking preliminary indications of interest and if you have an interest please request an Information Memorandum from the Company; and
- (e) Please note that no indication of interest will involve an obligation or a commitment to acquire the financial products.

Russell Fitts	Mick Kain
Chairman	Director
Air Future Ltd	Air Future Ltd
Mob 021 310 409	021 616 481