



INVESTORS' NEWSLETTER

LATEST NEWS

MARCH 2013

In a Nut Shell

1. T3 testing inconclusive
2. Overseas collaboration
3. Board changes

Chairman's View

The company continues to explore international opportunities and met with a European based manufacturer in February who travelled to Queensland to see the turbine and then to Victoria for meetings. Our focus in this collaboration, and in general, is a verifiable test which we can replicate and subsequently the manufacture of a tailored turbine to a targeted market. Our funds are being steered to this goal.

Overseas Opportunities

As reported in the last newsletter, through Director Ulrich Hartig's network we have brokered a relationship with a European based manufacturer who seeks a commercial relationship for high quality, stainless steel manufacture in Europe. Following a successful meeting with the other party and the Board, this is being progressed prudently through a Letter of Intent and eventually we seek a collaborative agreement.

Our goals are: to collaborate on the building and testing of T4 in a credible

research environment in Europe; to explore commercial partnering options; and to develop a turbine for the small rivulet and waste water markets.

Chairman Resigns

Ed Gibson resigned from the SWP Board in late February and will be much missed by us as the driver of a very pragmatic company program which has advanced us a long way.

Ed will spend much of 2013 – 2014 in a once in a life time yachting pursuit and cannot contribute to the Board during that time and long absences overseas.

We thank Ed for his successful reign and wish him well.

T3 Development

T3 had some minor refurbishment and was trialled on two occasions in a static trial using water flow directed by a large boat. The inability to funnel the water and create a suitable head made the test inconclusive but nonetheless T3 was working well. See the photos below.



Fred Sundermann, Acting Chairman
Sundermann Water Power Ltd