

8 Lancaster Court
Coronation Road
Cressex Business Park
High Wycombe
Bucks HP12 3TD

***To the holders of Common Shares
in Clean Air Power Limited***

Dear Shareholder

Re: Notice of Meeting of Clean Air Power Limited

You will find overleaf the formal notice of an Annual General Meeting which is to be held on Wednesday, 13 June 2007 in respect of the calendar year 2007. The items of business which are to be dealt with at the meeting are set out in the Notice.

I am also enclosing with this letter the Company's audited financial statements for the financial period which ended on 31 December 2006.

If you do not want to attend the meeting but you wish to vote thereat, I should be grateful if you would please complete the Form of Proxy (or the Form of Direction where your shares are held as Depository Interests), as indicated thereon, and then return it as soon as possible to the address shown in Notes 5 and 6 of the Notice of Meeting.

Yours sincerely
for Clean Air Power Limited



Peter Rowse
Financial Director

30 April 2007

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THIS DOCUMENT IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION.

If you are in any doubt as to the action you should take, you are recommended to seek advice from your stockbroker, bank manager, solicitor, accountant or other independent financial adviser duly authorized under the Financial Services and Markets Act 2000.

If you have sold or transferred all of your Common Shares in Clean Air Power Limited please send this document and form of proxy to the purchaser or transferee or to the stockbroker, bank or other agent through whom the sale or transfer was effected for transmission to the purchaser or transferee.

Clean Air Power Limited

(Incorporated and registered in the islands of Bermuda under
The Companies Act 1981 with Company registration No. EC37542)

NOTICE OF MEETING

Notice is hereby given that the Annual General Meeting of Clean Air Power Limited for the 2007 calendar year will be held on Wednesday, 13 June 2007 at 12:00 noon (local time) at the First Hotel G, Nils Ericsonsplatsen 4, SE-411 03 Gothenburg, Sweden for the following purposes:

1. To receive the audited financial statements for the period ended 31 December 2006.
2. To re-elect Hans Folkesson as a Class III Director for a 3 year term to the 2010 AGM.
3. To re-elect Ulrich Woehr as a Class III Director for a 3 year term to the 2010 AGM.
4. To re-appoint Ernst & Young LLP as auditors to hold office until the conclusion of the next general meeting at which accounts are laid before the Company.
5. To authorise the Directors to agree the remuneration of the auditors.
6. To authorise the Directors to fill any vacancies arising on the Board as and when they occur.

By order of the Board

Peter Rowse
Director
30 April 2007

Registered office:
Clarendon House
2 Church Street
Hamilton HM11
Bermuda

NOTES

1. Under the Company's Bye-laws only the holders of its Common Shares are entitled to attend the meeting and to vote.
2. A member entitled to attend and vote is entitled to appoint one or more proxies to attend and (on a poll) to vote in his or her place. A proxy need not be a member.
3. The appointment of a proxy will not preclude a member from attending the meeting and voting in person.
4. A form of proxy is enclosed for use by shareholders.
5. To be effective, **forms of proxy**, or a notarised and legalised copy thereof, must be deposited at the **Proxy Processing Centre, Telford Road, Bicester OX26 4LD, England** or by hand to Capita Registrars, The Registry, 34 Beckenham Road, Beckenham, Kent BR3 4TU, England not later than **12:00 noon on Monday, 11 June 2007**.
6. To be effective, **forms of direction for use by depositary interest holders**, or a notarised and legalised copy thereof, must be deposited at the **Proxy Processing Centre, Telford Road, Bicester OX26 4LD, England** or by hand to Capita Registrars, The Registry, 34 Beckenham Road, Beckenham, Kent BR3 4TU, England not later than **4:00 pm on Friday, 8 June 2007**.