



NEWSLETTER

30 June 2009

It has been another challenging year for RTICL, as for many other businesses, due to the global financial crisis. However, RTICL has managed to progress with the plans outlined at the 2008 Annual General Meeting (30 January 2009) and the next twelve months are shaping as the most significant in the company's history. Even though economic times have been tough, the groundwork has been laid that should see RTICL achieve significant milestones. The small but dedicated team at RTICL is committed to ensuring RTICL's success and in turn, that of the Shareholders.

Poland Developments

A significant amount of time, effort and resources has been placed into the preparation and finalisation of negotiations for the signing of Joint Development Agreements combined with detailed and specific Research and Development Project Plans with a major Polish defence manufacturer. RTICL's Managing Director, Mr Richard Giza, together with RTICL's Polish operatives, have now formally presented these documents for consideration and subsequent execution. As soon as the documentation is signed by both parties, RTICL will be making a formal announcement.

In addition RTICL intends on signing a Joint Development Agreement with Huta Stalowa Wola (HSW) following on from the letter of intent signed in 2007. The signing of these Joint Development Agreements will see the commencement of advanced Research and Development to produce Concept Technology Demonstrators for both small and large calibre weapons and this is the precursor to full commercialisation of the Recoilless Technology. It is also anticipated that this will generate significant interest and investment in RTICL on a global scale.

Singapore Developments

As soon as negotiations for the Joint Development Agreements within Poland are finalised, Mr Giza will be returning to Singapore to continue arrangements for the major capital investment that will support RTICL's contribution towards the proposed Joint Development Projects in Poland. In fact the Polish Ambassador in Singapore has agreed

to facilitate the arrangements, negotiating the investment with the Singapore authorities as both countries stand to benefit significantly from such an investment. These negotiations will also involve detailed technical discussions that require Mr Giza's involvement.

The major investment will see benefits accrue to all the involved parties, and in particular RTICL, as it will provide the required funding for the Joint Development Agreements that will ultimately lead to the commercialisation of the Recoilless Technology.

Stock Exchange Listing

RTICL is continuing to make arrangements for a stock exchange listing and at all times the best interests of the Shareholders remains the top priority in this regard. All appropriate steps that need to be taken for a successful listing are being carefully researched, analysed and followed.

RTICL is presently considering the most appropriate ways to achieve the listing whether it be the listing of the Polish subsidiary, the registration and subsequent listing of a new European entity or the listing of an existing shell company. Whichever option is finally chosen will incur substantial costs as outlined in the April 2009 Newsletter. RTICL is seeking appropriate legal and accounting advice in respect to this matter.

Prototype Developments

Further enhancements and testing of the Gamma Prototype have continued using various component alternatives along with modified ammunition and stronger charges. These enhancements are providing valuable research into the multiple ways recoil can be controlled. The testing and use of modified ammunition and stronger charges supports RTICL's claims that more powerful ammunition can be used in ballistic weapons whilst still completely controlling or removing recoil.

In addition, RTICL's Senior Engineer, Mr John Sander, is conducting research into alternative recoil control applications. Further testing and



development of this application is also currently in progress. Additionally Mr Sander has also designed an electronic device for measuring recoil results and this device has now been installed and is being tested.

Should any Shareholders who may not have seen a demonstration of the technology and wish to do so, please feel free to contact RTICL to arrange an appointment.

Patent Developments

A new provisional patent application titled 'Device for Reducing Recoil' was filed in January 2009 to recognise the alternative system designed by Mr Sander. RTICL is prevented from revealing the details of such application until a priority date for granting is provided and the patent is subsequently published.

There are now 23 patents granted for the original patent titled 'Recoil Control Mechanism for a Weapon'. Details of these patents can be found on the RTICL website. It is expected that many new patent applications will be filed as RTICL moves into the next phases of technology development.

Annual General Meeting

The tentative date for the 2009 Annual General Meeting will be Thursday 12 November 2009 and this meeting will be held at the Southern Golf Club in Keysborough. A notice of the confirmed date will be posted on the RTICL website in due course and will be dependent on the finalisation of the end of year audit of accounts. All Shareholders will receive a formal notice of meeting within the required notice period and in line with the RTICL Constitution.

2010 Financial Year Plans

The next twelve months are shaping to be the most significant in RTICL's history and the plans for the 2010 financial year include:

- Stock exchange listing;
- Contracts for the Joint Development of the Recoilless Technology, particularly contracts within Poland;
- Expand the Research and Development facilities and resources;
- Finalisation of a major capital investment;
- File new patent applications;
- Maintain existing patents;
- Improve security;

- Expand current subsidiaries in Poland, Singapore, United States and New Zealand; and
- Substantially increased Research and Development activity with RTICL's Joint Development Partners to incorporate the Recoilless Technology into both small and large calibre weapons to produce Concept Technology Demonstrators.

There is a lot to achieve but with the appropriate resources and support RTICL will strive to bring these plans to fruition.

Investment

For any parties interested in making an investment, please make contact with RTICL.

Other News

RTICL's Communications and Corporate Services Manager, Ms Jane Vella, will be taking maternity leave commencing 11 September 2009. On behalf of all our present and former staff who have been fortunate enough to work with Ms Vella, best wishes are passed on for the impending arrival.

Further newsletters will be issued during the course of the coming financial year to keep Shareholders updated with RTICL's progress. RTICL also encourages Shareholders to regularly check the RTICL website for updates.

For Further Information Contact RTI

Mailing Address: PO Box 4406
Dandenong South VIC 3164
Phone: +61 3 9769 0770
Fax: +61 3 9769 1606
Email: admin@rticl.com
Web: www.rticl.com