

“LINAMAR Announces Korean Expansion”

Linamar Corporation is pleased to announce the signing of an Agreement outlining the company's plans to locate a new facility in North Jeolla Province, Korea.

On April 15th at 10 am, Linda Hasenfratz – CEO of Linamar Corporation, Hyun-Uk Kang, Governor of North Jeolla Province, Ung-Jae Song, Acting Mayor of Gunsan City, and Officials from the Ministry of Commerce, Industry and Energy had an Agreement signing ceremony formalizing Linamar's decision to invest in North Jeolla Province.

Linamar Corporation, headquartered in Guelph, Ontario, Canada, announced its selection of the Gunsan Free Trade Zone as its new home in South Korea to manufacture components and modules for the automotive industry.

North Jeolla Province originally met Linamar's representatives in November of 2004 and since then the Province made its best efforts to secure Linamar's Korean Project by keeping close contact to share information and providing very good incentives.

Both parties spent significant time evaluating and finalizing the site selection and terms of agreement between Linamar, the City of Gunsan, the Province of North Jeolla, the Ministry of Commerce, Industry and Energy.

“We are so pleased to formalize plans for our second Asian plant here in Korea. We have been impressed with the enthusiasm, work ethic and capability of the Korean people, a combination sure to lead to our success in this market of opportunity” said Linamar CEO Linda Hasenfratz.

Linamar will launch the plant with several transmission components and modules due to start production mid 2007.

Linamar Corporation was founded in 1966 by the current Chairman of the Board, Frank Hasenfratz. Linamar designs, develops and manufactures precision machined components, modules and systems for engine, transmission and chassis systems primarily for the North American and European automotive marketplace. The company's industrial division is a world leader in aerial lift platform products. The company has nearly 10,000 employees in 36 manufacturing locations, four research and development centers and eight sales offices in Canada, United States, Mexico, Germany, Hungary, China, Korea and Japan.

Certain information regarding Linamar set forth in this document, including management's assessment of the Company's future plans and operations may constitute forward-looking statements. This information is based on current expectations that are subject to significant risks and uncertainties that are difficult to predict. Actual results may differ materially from these anticipated in the forward-looking statements due to factors such as customer demand and timing of buying decisions, product mix,

competitive products and pricing pressure. In addition, uncertainties and difficulties in domestic and foreign financial markets and economies could adversely affect demand from customers. These factors, as well as general economic and political conditions, may in turn have a material adverse effect on the Company's financial results. The Company assumes no obligation to update the forward-looking statements, or to update the reasons why actual results could differ from those reflected in the forward-looking statements.

For further information

If you require further information, please contact Linda Hasenfratz at (519) 836-7550 extension 2001.