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15 DAY EXTENSION TO LODGE FORM 20-F

PERTH, AUSTRALIA: Orbital Corporation Limited is a Foreign Private Issuer required to lodge an annual report (Form 20-F) setting out United States GAAP financial statements, with the Securities and Exchange Commission (SEC) in the United States of America by 31 December each year.

Orbital and its auditor KPMG are in ongoing discussions to determine whether accounting policies relating to license obligations of certain customers and foreign currency translation adjustments relating to Orbital's investment in its Synerject LLC joint venture (for fiscal 2005 and prior years) are appropriate under US GAAP. These issues are not expected to impact the 30 June 2005 Australian GAAP financial statements.

These matters were not resolved by 29th December 2005 and therefore Orbital has requested the permitted 15 day extension period for lodgement of the 20-F pursuant to rule 12b-25(b).

It is important to note that other than the matters referred to above, there were no other outstanding issues precluding the timely filing of the 20-F and these matters only relate to USGAAP. Orbital anticipates that the Form 20-F will be filed within the extended period.

Grahame Young
Chairman of the Audit Committee

ENDS

Orbital is an international developer of engine and related technologies, providing research, design and development services for the world's producers of powertrains and engine management systems for application in motorcycles, marine and recreational vehicles, automobiles and trucks. Orbital's principal operations in Perth, Western Australia, provide a world class facility with capabilities in design, manufacturing, development and testing of engines and powertrains unparalleled in the Asia Pacific region. Orbital provides its customers with leading edge, world class, engineering expertise. Headquartered in Perth, Western Australia, Orbital stock is traded on the Australian Stock Exchange (OEC) and, in the United States, on the OTC Bulletin Board (OBTLY).

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