

NEWS

FOR IMMEDIATE RELEASE

WINDSTOR STUDIES for DEARBORN INSTALLATIONS

DEARBORN, MICHIGAN - July 20, 2004

McKenzie Bay International Ltd. (OTC:MKBY.PK) has signed an Agreement with the **City of Dearborn**, Michigan to perform data collection for **WindStorSM** configurations at various city owned facilities, each with one or more rooftop or surface mounted **DERMOND Wind Turbines "DWTSM"**.

McKenzie Bay intends to sell onsite generated electricity to Dearborn at fixed rates under long-term supply arrangements through its **WindStor Power Co.** subsidiary. *WindStor*, using wind energy from *DWTs*, could reduce existing electricity costs by as much as 10% per facility while minimizing the impact of future rate increases for grid-supplied electricity. McKenzie Bay expects to have collected adequate wind information before the end of the year to confirm installation economics for the Dearborn locations.

The Dearborn Agreement originated through McKenzie Bay's agent, **MTI Lighting Specialists, Inc.** of Brighton, Michigan.