

Coates International, Ltd.

Profile

Ticker **COTE** | Primary Stock Exchange **OTC Bulletin Board**

Overview: This company has completed the development of the Coates spherical rotary valve engine (CSRV) and has integrated the CSRV into electric power generators.

Incorporated: INCORPORATED in Delaware Oct. 28, 1991, to succeed a Delaware corporation of the same name incorporated Aug. 31, 1988.

Background: Coates International Ltd. engages in the development and production of Coates spherical rotary valve system (CSRV System) for use in various piston-driven internal combustion engines. The CSRV System is designed to replace the intake and exhaust conventional poppet valves used in various piston-driven, automotive, truck, motorcycle, marine, and electric power generator engines. The company holds license for the CSRV System technology in North America, Central America, and South America. Coates International Ltd. was founded in 1988 and is based in Wall Township, New Jersey.

Stock Data (Capitalization as of: March 31, 2009)

Stock: **Preferred \$0.001 par** | Authorized Shares **100,000,000** | Outstanding Shares **None**

Stock: **Common \$0.0001 par** | Authorized Shares **1,000,000,000** | Outstanding Shares **273,939,732**

Long Term Debt **None.**

Stockholders (as of March 26, 2009): **800**

Principal Stockholder:

Transfer Agent: **American Stock Transfer & Trust Co., New York, NY**

Additional Notes:

Dividends

Common Stock

Exchange	Year	High	Low
OTC Bulletin Board	2008	0.5800	0.1100
	2007	4.2500	0.1000

Footnote:

Corporate Information

Address:
Highway 34 & Ridgewood Road
Wall Township, NJ 07719

Phone: 732-449-7717

Fax: 732-449-0764

Web Site:
<http://www.coatesengine.com>

Auditors:

Weiser
New York

I.R. Contact:

Employees: 8

Shareholders: 800

Founded: 1988

Domicile: Delaware

Officers:

George J. Coates Chairman, President & Chief Executive Officer
Barry C. Kaye Treasurer, Chief Financial Officer & Chief Accounting Officer
William Wolf General Counsel
Gregory Coates Chief Technology Officer
Richard W. Evans Secretary

Directors:

Frank J. Adipietro, Jr.
George J. Coates
Gregory Coates
Richard W. Evans
Barry C. Kaye
Michael J. Suchar
Hubert Richard Whitworth
Richard Whitworth

Subsidiaries:

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Annual Report

IncomeStatement as of Dec. 31 (US Dollar)	2008	2007	BalanceSheet as of Dec. 31 (US Dollar)	2008	2007
REVENUES			CURRENT ASSETS		
Revenues from Research and Development	1,813,183		Cash and Cash Equivalents	721,952	959,181
Gain on Sale of Land Building	1,495,224		Inventories	487,549	402,191
Total Revenues	3,308,407		Prepaid and Other Assets	4,679	2,223
EXPENSES			Total Current Assets	1,214,180	1,363,595
Research & Development Costs	(676,306)	(606,491)	NON CURRENT ASSETS		
General and Administrative Expenses	(1,273,760)	(1,493,011)	Property, Plant and Equipment, Net	39,376	1,474,023
Depreciation and Amortization	(36,027)	(48,695)	Deferred Licensing Costs, Net	72,433	76,716
Interest Expense	(360,583)	(393,952)	Security Deposit	197,500	197,500
Interest Income	4,812	3,288	Total Assets	1,523,489	3,111,834
Loss on Settlement of Litigation	(92,500)		CURRENT LIABILITIES		
Earnings before Taxes	874,043	(2,538,861)	Accounts Payable and Accrued Expenses	1,248,173	947,901
TAXES AND OTHER EXPENSES			Total Current Liabilities	1,248,173	947,901
Net Income (Loss)	874,043	(2,538,861)	NON CURRENT LIABILITIES		
SUPPLEMENTARY INFO			Convertible Note, Due January	20,000	20,000
Operating Income (Loss)	1,229,814.00	(2,148,197.00)	Finance Obligations		3,876,607
Basic Eps-continuing Operations		(0.01)	Deferred Gain on Sale of Land Building	978,479	
Diluted Eps-continuing Operations		(0.01)	License Deposit	375,000	375,000
			SHAREHOLDERS' EQUITY		
			Common Stock-par Value	27,313	27,341
			Additional Paid in Capital	20,722,900	20,587,404
			Retained Earnings (Deficit)	(21,848,376)	(22,722,418)
			Total Shareholders Equity	(1,098,163)	(2,107,674)
			Total Liabilities & Shareholders Equity	1,523,489	3,111,834