



Clean Diesel Technologies, Inc.

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FOR IMMEDIATE RELEASE

Clean Diesel Licenses Technologies for Emission Control to CCA

CCA Will Market Combined Systems Technologies to OEMs and Tier One Suppliers

STAMFORD, CT— May 30, 2007 - Clean Diesel Technologies, Inc. (EBB:CDTI, AIM:CDT/CDTS & XETRA:CDI), an innovation leader for clean energy and environmental technologies to reduce harmful engine emissions, announced today that it has signed a non-exclusive license agreement with privately held, Monroe, CT-based Combustion Components Associates (CCA), a provider of air pollution control technologies for the power generation and transportation industries.

The license covers the Clean Diesel patented ARIS[®] technologies for control of oxides of nitrogen (NOx) emissions using selective catalytic reduction (SCR) and related patents. The license gives CCA access to these patents in North America and Europe for vehicular and other applications. Under the terms of the agreement, Clean Diesel will receive upfront fees and per-unit royalties. The agreement licenses CCA to work with Original Equipment Manufacturers (OEMs), Tier One and exhaust system suppliers, targeting those who will combine CCA proprietary technologies with ARIS. The suite of licensed patents includes Clean Diesel's innovation of exhaust gas recirculation (EGR) in combination with SCR to minimize engine emissions while simultaneously improving fuel efficiency.

Clean Diesel and CCA have also agreed on terms for an additional license to be signed for Japan and China. CCA already holds North American licenses from Clean Diesel for retrofit emission control applications in vehicles, stationary power generation, railroad and marine engines.

CCA President R. Gifford Broderick stated, "The combination of our combined intellectual properties will enable CCA to provide an integrated and cost-effective approach for urea and hydrocarbon based after-treatment for a range of applications, including new diesel vehicles. The cooperation between our two companies will allow qualified Tier One suppliers, OEMs and other end-users access to the combined Clean Diesel and CCA technologies under a single license agreement. This will help our customers meet stringent diesel standards that are rapidly being enforced on diesel engines around the world."

Dr. Walter G. Copan, Executive VP and Chief Technology Officer of Clean Diesel Technologies said, "CCA is an existing Clean Diesel licensee and we have worked closely together for years. They have designed high quality emission control systems for the retrofit marketplace, based on our platform technologies and patents. Clean Diesel is pleased to enter into another new license relationship providing new value-added offerings for high volume OEM applications. We intend to continue to expand the base of suppliers licensed to use our enabling technologies and anticipate additional announcements in the future."

About Clean Diesel Technologies

Clean Diesel Technologies, Inc., together with its wholly-owned subsidiary, Clean Diesel International, LLC, is a clean energy and environmental technology company that provides innovative solutions to reduce harmful engine emissions and conserve energy. Clean Diesel Technologies' patented technologies, products and solutions enable cost-effective reduction of harmful emissions from internal combustion engines while also improving fuel economy and power. Products include Platinum Plus[®] fuel-borne catalysts, the Platinum Plus Purifier Systems, the ARIS[®] urea injection systems for selective catalytic reduction of NOx, diesel particulate filter and biofuels technologies. Their products are in commercial use around the world. Platinum Plus and ARIS are registered trademarks of Clean Diesel Technologies, Inc. For more information, visit Clean Diesel at www.cdti.com or contact the Company directly.

Certain statements in this news release constitute “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements involve known or unknown risks, including those detailed in the Company’s filings with the US Securities and Exchange Commission, uncertainties and other factors which may cause the actual results, performance or achievements of the Company, or industry results, to be materially different from any future results, performance or achievements expressed or implied by such forward-looking statements. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date hereof.

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