

**OMNITEK ENGINEERING CORPORATION REPORTS FOURTH QUARTER
AND YEAR-END RESULTS**

-- Demand for Diesel-to-Natural Gas Engine Conversions Gains Momentum --

SAN MARCOS, CA — March 27, 2012 — Omnitek Engineering Corporation

(OTCBB: OMTK) today reported results for its fourth quarter and year ended December 31, 2011 – ending the year with a backlog due to timing of customer and component orders.

The company reported a reduced net loss of \$155,384, or \$0.01 per share, compared with a net loss of \$397,179, or \$0.03 per share, a year ago. Net revenue for the fourth quarter was \$239,817 compared with \$556,930 a year earlier -- reflecting the impact of order timing as noted above.

For the twelve-month period, the company reported a reduced net loss of \$441,556, or \$0.03 per share, compared with a net loss of \$1.15 million, or \$0.07 per share, a year earlier. Net revenue for the twelve months was \$1.55 million compared with \$1.76 million a year ago.

Gross margin for the full-year was \$753,430 compared with \$578,537 a year ago. Gross margin as a percentage of sales for the same period was 49 percent compared with 33 percent last year.

“The past year was a period of significant accomplishments for the company -- highlighted by the initial build-out of ten diesel-to-natural-gas conversion centers in Pennsylvania as part of a planned national network and the renewal and expansion of an OE customer contract for high-pressure natural gas filters,” said Werner Funk, president and chief executive officer of Omnitek Engineering Corporation.

He added that global demand for converting high-polluting diesel powered engines to operate on natural gas continues to accelerate, supported by increases in crude oil prices and an abundance of natural gas in the U.S.

Funk noted that the company received a large influx of orders late in the fourth quarter valued at approximately \$550,000, which could not be filled by year end due to supplier lead times and related logistical considerations, as previously mentioned.

(more)

“With more than eight million heavy-duty trucks on the road, the U.S. market represents a significant opportunity for our technology and we look forward to leveraging our leadership position in the industry and anticipated EPA approval for conversion kits to achieve a record 2012,” Funk said.

About Omnitek Engineering Corporation

Omnitek Engineering Corp. develops and sells new natural gas engines, as well as proprietary diesel-to-natural gas conversion systems and complementary products -- providing global customers with innovative alternative energy and emissions control solutions that are sustainable and affordable.

Some of the statements contained in this news release discuss future expectations, contain projections of results of operations or financial condition or state other “forward-looking” information. These statements are subject to known and unknown risks, uncertainties, and other factors that could cause the actual results to differ materially from those contemplated by the statements. The forward-looking information is based on various factors and is derived using numerous assumptions. Important factors that may cause actual results to differ from projections include, among many others, the ability of the Company to raise sufficient capital to meet operating requirements, completion of R&D and successful commercialization of products/services, patent completion, prosecution and defense against well-capitalized competitors. These are serious risks and there is no assurance that our forward-looking statements will occur or prove to be accurate. Words such as “anticipates,” “expects,” “intends,” “plans,” “believes,” “seeks,” “estimates,” and variations of such words and similar expressions are intended to identify such forward-looking statements. Unless required by law, the Company undertakes no obligation to update publicly any forward-looking statements, whether as a result of new information, future events or otherwise.

(Financial Tables Follow)

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OMNITEK ENGINEERING CORPORATION
Consolidated Statement of Income

	For the Three Months Ended December 31, <u>2011</u>	For the Three Months Ended December 31, <u>2010</u>	For the Twelve Months Ended December 31, <u>2011</u>	For the Twelve Months Ended December 31, <u>2010</u>
REVENUES	\$ 239,817	\$ 556,929	\$ 1,546,723	\$ 1,733,303
COST OF GOODS SOLD	<u>139,289</u>	<u>540,015</u>	<u>793,293</u>	<u>1,154,766</u>
GROSS MARGIN	100,528	16,914	753,430	578,537
OPERATING EXPENSES				
General and administrative	205,309	367,272	980,255	1,499,339
Research and development expense	42,516	31,594	143,304	133,302
Depreciation and amortization expense	<u>8,088</u>	<u>25,794</u>	<u>70,484</u>	<u>93,711</u>
Total Operating Expenses	<u>255,913</u>	<u>424,660</u>	<u>1,194,043</u>	<u>1,726,352</u>
LOSS FROM OPERATIONS	<u>(155,385)</u>	<u>(407,746)</u>	<u>(440,613)</u>	<u>(1,147,815)</u>
OTHER INCOME (EXPENSE)				
Interest expense	-	15,630	(145)	(6,829)
Interest income	<u>1</u>	<u>(5,063)</u>	<u>2</u>	<u>2</u>
TOTAL OTHER INCOME (EXPENSE)	<u>1</u>	<u>10,567</u>	<u>(143)</u>	<u>(6,827)</u>
LOSS BEFORE INCOME TAXES	(155,384)	(397,179)	(440,756)	(1,154,642)
INCOME TAX EXPENSE	<u>-</u>	<u>-</u>	<u>800</u>	<u>800</u>
NET INCOME (LOSS)	<u>\$ (155,384)</u>	<u>\$ (397,179)</u>	<u>\$ (441,556)</u>	<u>\$ (1,155,442)</u>
BASIC INCOME (LOSS) PER SHARE	<u>\$ (0.01)</u>	<u>\$ (0.03)</u>	<u>\$ (0.03)</u>	<u>\$ (0.07)</u>
WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING	<u>16,670,094</u>	<u>15,592,640</u>	<u>16,670,094</u>	<u>15,592,640</u>

OMNITEK ENGINEERING CORPORATION
Consolidated Balance Sheet

ASSETS

	<u>December 31,</u> <u>2011</u>	<u>December 31,</u> <u>2010</u>
CURRENT ASSETS		
Cash	\$ 31,196	\$ 34,944
Accounts receivable, net of allowance of \$10,000	13,506	28,117
Accounts receivable -related party	16,715	-
Inventory	1,020,117	1,055,047
Deposits	41,943	73,412
 Total Current Assets	 1,123,476	 1,191,520
 FIXED ASSETS, net	 13,249	 -
OTHER ASSETS		
Prepaid expense	2,512	-
Intellectual property, net	8,256	76,518
 Total Other Assets	 10,767	 76,518
 TOTAL ASSETS	 \$ 1,147,493	 \$ 1,268,038

LIABILITIES AND STOCKHOLDERS' EQUITY

CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 57,828	\$ 136,936
Accrued expenses - related parties	351,580	395,888
Accounts payable - related parties	2,568	4,068
Customer deposits	286,608	333,887
 Total Current Liabilities	 698,584	 870,779
 Total Liabilities	 698,584	 870,779
STOCKHOLDERS' EQUITY		
Common stock, 125,000,000 shares authorized no par value 17,137,812 and 15,659,829 shares issued and outstanding, respectively	2,659,299	2,374,799
Additional paid-in capital	4,213,313	4,004,607
Accumulated deficit	(6,423,703)	(5,982,147)
 Total Stockholders' Equity	 448,909	 397,259
 TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	 \$ 1,147,493	 \$ 1,268,038