

Magnetic Power Inc.

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Dear Reader:

It is very little known that our planet faces an extremely dangerous potential threat from Methane released by melting permafrost. This potential catastrophe may endanger all human life in the not-too-distant future.

Radically new technology that eliminates the need for fossil fuels is one of the few alternatives that might help to prevent a cataclysm. It might also lower gas prices.

MPI has been developing a revolutionary breakthrough that will make it possible to generate electricity 24/7 without requiring fossil or uranium fuels. This is abundant, renewable, energy from a source never before commercialized. Hans Coler, a German inventor, demonstrated it was possible in 1926. The following year Werner Heisenberg, a physicist awarded a Nobel Prize, stated: "We could utilize magnetism as an energy source".

Toward the end of WWII, the Nazi navy supported Coler's work in an attempt to use an advanced example of his invention to recharge submarine batteries without the need for a sub to surface. The Allies bombed his laboratory in early 1945. However, he survived and after World War II, he helped British Intelligence to recreate and validate his inventions. A portion of their report, first published as a classified document in 1946, was declassified in 1978. It is readily available on the internet.

Not only will this revolutionary technology eliminate the need for fuel of any kind, but it also has the capability of turning cars, trucks and buses into power plants, providing up to 150 kW when suitably parked.

The first application will be to demonstrate that a plug-in hybrid car can be modified so that it no longer needs to plug-in. We expect to be able to demonstrate this within 12 months.

Instead of plugging a car into the house, the house can be plugged into future cars, providing a home with up to 10 kW of power. This will be especially welcome following emergencies such as earthquakes, ice storms, hurricanes and tornadoes.

We anticipate the replacement of an automobile engine on a prototype basis with no more than three years of development, and maybe less.

Since building new coal burning or nuclear power plants takes time and deservedly creates opposition, utilities can instead purchase power from vehicles. Two are already interested, along with several very large domestic companies.

When cars and trucks are powered by these systems, many vehicles might be paid for, over a reasonable time period, by local utilities, as they purchase power.

After many difficult years of work, we are at last close to commercialization. Before this summer is over, we intend to invite EarthTech International, in Austin, to evaluate a self-sustaining example.

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Our former patent lawyer is now with a national laboratory. He has requested we also invite that lab to examine the work.

Our subsidiary, Room Temperature Superconductors Inc. is developing room temperature Ultraconductors™. These remarkable materials can save millions of barrels of oil and open numerous very large markets.

We have raised more than \$9 million, mostly from Angels to this point. \$5 million of that total was for the Ultraconductor work, which also was the subject of four completed government contracts. Two were with the Air Force (including a highly competitive Phase II) and two with what is now called the Missile Defense Agency.

The Articles on this website provide some additional information. Several MPI News Releases can be found on: www.renewableenergyworld.com

Many of the positive economic, social and political impacts of this work are obvious.

Successful commercialization may help to rapidly reduce the threat of Global Warming, as well as lower the price of gas and help to reduce our dangerous (and very expensive) dependency on imported oil.

We welcome serious inquiries that can accelerate our efforts to move these exciting technologies into production.

Cheers,

Mark Goldes

Mark Goldes

Chairman