



INI Power Systems Secures Series A Equity Financing and Army Research Office Contract

Cary, N.C., November 8th, 2004 – INI Power Systems, Inc. (INI), a developer of methanol powered micro-fuel cells, is pleased to announce two funding events which will support the development of the Company's direct methanol laminar flow fuel cell technology.

INI has secured \$3.0 million in Series A equity financing from a group led by MHI Energy Partners of Norwalk, CT. The capital will be used to continue the development of the company's proprietary laminar flow micro-fuel cells. "We are pleased to partner with INI, and are excited by the prospects of its innovative laminar flow direct methanol fuel cell technology," said Dr. Anthony Atti, Director of MHI Energy Partners.

INI has also been awarded a \$750,000 Phase II STTR contract by the Army Research Office to fund the development a 20-watt portable power device for military applications. The laminar flow fuel cell will be an air breathing unit, utilize a methanol fuel with no proton exchange membrane, and maintain an energy density above 500 watts/kg.

About INI Power Systems, Inc.

INI Power Systems, Inc. is the leading developer of laminar flow fuel cells developed and licensed from the University of Illinois at Champaign-Urbana. The Company's technology eliminates methanol crossover resulting in superior electrochemical performance. Furthermore, the system design, materials and processes are based on commercially available techniques widely used in the semiconductor industry, as well as in common micro-fluidic and Micro-Electromechanical (MEMs) applications.